

Missouri Senate  
Appropriations Committee

**2010**  
**ANNUAL FISCAL REPORT**  
Fiscal Year 2011

95<sup>th</sup> General Assembly  
Second Regular Session

Senator Charlie Shields  
President Pro Tem

Senator Robert Mayer  
Appropriations Committee Chairman



*Prepared by  
Senate Appropriations Committee Staff*

# 2011 ANNUAL FISCAL REPORT

## TABLE OF CONTENTS

Table of Contents .....	i
Preface .....	iii
Senate Appropriations Committee and Staff Organization .....	iv
Staff Departmental Assignments .....	v

### Section I

#### FY 2011 STATEWIDE BUDGET INFORMATION

Budget Process Overview .....	1
Calendar of Floor Action on Appropriation Bills .....	5
FY 2011 Budget Summary (Appropriation Bill Totals & FTE Totals) .....	6
FY 2011 After Veto Operating Budget - All Funds (Graph) .....	17
FY 2011 After Veto Operating Budget - General Revenue (Graph) .....	18
FY 2010 Net General Revenue (Graph) .....	19
Distribution of Each Tax Dollar - All Funds (Graph) .....	20
Distribution of Each Tax Dollar - General Revenue (Graph) .....	21
Summary of Governor's Vetoes of FY 2011 Appropriations .....	22
FY 2011 Appropriation Comparison to FY 2010 Expenditures .....	23
FY 2010 Supplemental Summary Comparison .....	24
FY 2010 Withhold Amounts .....	26

### Section II

#### FY 2011 DEPARTMENTAL BUDGET INFORMATION

Public Debt .....	27
Elementary and Secondary Education .....	28
Higher Education .....	30
Revenue .....	31
Transportation .....	32
Office of Administration .....	33
Employee Benefits .....	34
Agriculture .....	35
Natural Resources .....	36
Conservation .....	37
Economic Development .....	38
Labor & Industrial Relations .....	39
Insurance, Financial Institutions & Professional Registration .....	40
Public Safety .....	41
Corrections .....	42
Mental Health .....	43
Health and Senior Services .....	45
Social Services .....	47

Judiciary .....	49
Public Defender .....	50
Elected Officials.....	51
General Assembly .....	52
Real Estate .....	53

### **Section III**

#### **MISSOURI STATE FINANCES**

Operating Budget Expenditure History .....	54
Capital Improvements Appropriations History.....	58
State Revenue Collection History .....	59
State of Missouri Bonded Indebtedness.....	61
Missouri Tax Credit Analysis .....	66
Gaming Revenue Distribution .....	68
Lottery Revenue Distribution .....	70
Tobacco Settlement Proceeds Distribution.....	71

### **Section IV**

#### **LEGISLATION**

Estimated Fiscal Impact of Legislation for FY 2010 – FY 2012 .....	76
2010 Healthcare Bills (SB 1007 and SBs 842, 799 & 809).....	81
2010 State Government Reorganization Bill (HB 1868).....	85

### **Section V**

#### **TOPICS OF INTEREST**

Cap on Highway Fund Appropriations to Non-Highway Agencies .....	88
Highway Flow Chart.....	89
Court Ordered Desegregation .....	90
State Employee Pay Plan History FY 1991 – FY 2011 .....	92
Per Capita State Rankings (Personal Income, Tax Revenue, Expenditures).....	96
Budget Reserve Fund.....	97
Calculation of Total State Revenue .....	99
Foundation Formula Explanation and Proposition A .....	100

## PREFACE

The Senate Appropriations Committee is pleased to present this Annual Fiscal Report. It is designed to provide legislators, legislative and departmental staff, and the public detailed information about the appropriations and budget process that occurred during the 95th General Assembly, 2nd Regular Session (2010) as well as information about fiscal and budget issues for previous years.

The Report is divided into five sections.

Section I, **FY 2011 Statewide Budget Information**, provides a summary of Missouri's \$23.3 billion operating budget for Fiscal Year 2011. This section includes the appropriation bill totals for the operating budget. In addition, this section contains an appropriation veto summary, the fiscal year general revenue estimate, a full time equivalent (FTE) summary by department and several charts and graphs depicting revenue and appropriation information. Section I also includes a budget process overview and the calendar of floor action on the appropriation bills.

Section II, **FY 2011 Departmental Budget Information**, provides detailed information on each state department. Information includes the appropriation amount, percentage increases or decreases, and the major changes from the previous fiscal year for each state department.

Section III, **Missouri State Finances**, provides historical expenditure information on the state's operating and capital improvement budgets. In addition, information is presented regarding past revenue collections, an analysis of state tax credits, bond indebtedness, and the distribution of gaming, lottery and tobacco settlement revenues.

Section IV, **Legislation**, provides a fiscal impact summary of legislation enacted in the 2010 session. Detailed summaries are provided for Senate Bill 1007 and Senate Bill 842, 799, & 809 relating to Medicaid reform and House Bill 1868 relating to government reform.

Section V, **Topics of Interest**, provides information about a wide variety of subjects of current interest. This section contains information related to the highway fund cap, court ordered desegregation, state employee pay plan history, state rankings and performance, budget reserve fund, and total state revenue calculation.

We hope that the Annual Fiscal Report will provide the reader with a wide range of interesting topics regarding the Missouri state budget and finances. If you have any comments or suggestions please send them to Dan Haug, Senate Appropriations Committee Staff, Rm. B-8, State Capitol Building, fax them to (573) 751-4778 or e-mail him at [DHaug@senate.mo.gov](mailto:DHaug@senate.mo.gov).

**Missouri Senate  
Appropriations Committee and  
Staff Organization**

**President Pro Tem  
Charlie Shields**

**Senate Appropriations Committee**

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Kurt Schaefer, Vice-Chair**

**Frank Barnitz  
Timothy Green  
Chuck Purgason**

**Joan Bray  
Jim Lembke  
Scott Rupp**

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**Department of Revenue (HB 4)**  
**General Assembly (HB 12)**  
**Elected Officials (HB 12)**

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**Public Defender (HB 12)**  
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**Department of Labor & Industrial Relations (HB 7)**  
**Department of Insurance (HB 7)**  
**Department of Economic Development (HB 7)**  
**Statewide Real Estate (HB 13)**  
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**Support Staff**

*Revised: September 2008*

# Section I

FISCAL YEAR 2011  
STATEWIDE BUDGET  
INFORMATION

# BUDGET PROCESS OVERVIEW

## STATE OF MISSOURI

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### **I. Department Budget Preparation**

- A. State agencies prepare budget requests during the summer and fall for the following fiscal year in accordance with guidelines issued by the Office of Administration's (OA) Division of Budget and Planning.
- B. Budget requests are submitted to OA-Budget and Planning by October 1. Copies are also submitted to the legislature at the same time.

### **II. Governor Recommends Executive Budget**

- A. After analysis by OA-Budget and Planning, the Executive Budget is published in mid-January.
- B. Governor gives State of the State and Budget Message to a Joint Session of the Legislature within the first few weeks of the legislative session in January.
- C. Appropriations Bills are introduced by the Chairman of the House Budget Committee.

### **III. House Appropriations Committees Operating Budget Hearings**

- A. After introduction, Appropriations Bills are referred to the House Budget Committee for assignment to the appropriate House Appropriations Committee.
- B. Each House Appropriations Committee (Agriculture and Natural Resources; Education; General Administration; Health, Mental Health, and Social Services; Public Safety and Corrections; and Transportation and Economic Development) holds budget hearings in late January or early February for agencies to testify on their budget requests and the Governor's recommendations.

### **IV. House Action on Emergency and Supplemental Appropriations**

- A. House Budget Committee conducts hearings on emergency and supplemental requests for the current year early in the session. Emergency and supplemental appropriations are for unforeseen changes or circumstances in the current fiscal year. The legislature takes action only on the requests recommended by the Governor.
- B. House Budget Committee "marks-up" emergency and supplemental appropriation bills and sends House Committee Substitute bills to the full House for action.



**V. House Appropriations Committee Operating Budget Recommendations**

- A. House Appropriations Committees “mark-up” the operating budgets and staff prepares House Committee Substitutes to reflect the committees’ recommendations.
- B. House Appropriations Committees’ Chairmen present recommendations to the House Budget Committee.

**VI. House Budget Committee Acts on Operating Budget**

- A. House Budget Committee accepts the House Appropriations Committees’ recommendations, alters the recommendations, or rejects the recommendations with instructions for the House Appropriations Committees to reconsider the proposed budget.
- B. House Committee Substitute bills as approved by the House Budget Committee are sent to the full House of Representatives with a committee recommendation.

**VII. House Floor Action on Operating Budget**

- A. All appropriations bills for the operating budget are brought before the House of Representatives.
- B. House Committee Substitute or House Substitute bills as perfected by the entire House of Representatives are sent to the Senate, usually with approximately one-third of the session remaining.

**VIII. House Action on Capital Budget**

- A. House Budget Committee conducts hearings and “marks-up” capital budget for recommended House Committee Substitute bills. The capital budget uses a biennial appropriations process for major, multiyear projects. During the second year of the biennium, funding is provided for critical projects not envisioned at the time of the adoption of the biennial budget.
- B. Full House passes House Committee Substitute or House Substitute bills and sends to the Senate.

**IX. Senate Appropriations Committee Operating Budget Hearings**

- A. Senate Appropriations Committee conducts budget hearings and reviews in late January.
- B. Senate Appropriations Committee “marks-up” operating budget, prepares recommendations, and staff prepares summaries of action for presentation to the full Senate.

**X. Senate Appropriations Committee Action**

- A. Senate Appropriations Committee conducts hearings and “marks-up” emergency and supplemental appropriations to prepare Senate Committee Substitute for House Committee Substitute appropriations bill on emergency and supplementals.
- B. Senate Appropriations Committee conducts hearings and “marks-up” capital budget for Senate Committee Substitute bills.

**XI. Senate Action on Appropriations**

- A. Full Senate either adopts Senate Committee Substitutes, amends Senate Committee Substitutes, or adopts Senate Substitute bills for appropriations on emergency and supplemental, operating, and capital budgets.
- B. The Senate returns the appropriation bills to the House of Representatives for acceptance or for the House to make a request for conference to settle differences.

**XII. Conference Committee(s) on Appropriations**

- A. Conference Committees, consisting of five (5) members from the House of Representatives and five (5) members from the Senate, meet to achieve compromises, settle differences and adopt Conference Committee Substitute appropriations bills.
- B. Conference Committee Substitute bills are then returned to the full House and Senate to be Truly Agreed to and Finally Passed.

**XIII. Governor’s Line-Item Veto**

- A. Truly Agreed To and Finally Passed appropriations bills are sent to the Governor for signature.
- B. Governor either signs an appropriations bill, vetoes entire bill, or line-item vetoes part or all of sections or lines in the bill. Appropriations for payment of principal and interest on public debt and appropriations for free public schools cannot be vetoed under the Missouri Constitution. The Governor must act before July 1 and on that date the appropriated moneys may be expended.

**XIV. Governor’s Control Over Expenditure Rates**

- A. Governor controls the rate of expenditure against appropriations through the allotment process.
- B. An initial reserve plan is the statutorily required 3% withholding on appropriations to be expended upon approval of the Governor.
- C. Governor may further withhold funds to reduce expenditures below appropriations whenever actual revenues are less than estimates on which the appropriations are based.

**XV. Legislative Override of Governor's Veto**

- A. Legislature may override Governor's veto of bill or line-item by a two thirds majority in both the House and Senate during the following legislative veto session held in September.
- B. Process begins again.

## Calendar of Floor Action on FY 2011 Appropriation Bills 95<sup>th</sup> General Assembly, 2<sup>nd</sup> Regular Session

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<b>January</b>	<b>6</b>	<b>95<sup>th</sup> General Assembly, 2<sup>nd</sup> Regular Session begins</b>
<b>February</b>	<b>10</b>	House Introduced/Read First Time – HB 2001-2013
	<b>16</b>	House Introduced/Read First Time – HB 2014
<b>March</b>	<b>4</b>	<b>March 5 – March 12 – Spring Break</b>
	<b>18</b>	House Floor Action/Third Read & Passed – HCS HB 2014
	<b>18</b>	Senate Introduced/Read First Time – HCS HB 2014
	<b>25</b>	House Floor Action/Third Read & Passed – HCS HB 2001-2013
	<b>26</b>	Senate Introduced/Read First Time – HCS HB 2001-2013
	<b>30</b>	Senate Floor Action/Third Read & Passed with Amendments – SCS HCS HB 2014
	<b>31</b>	House Introduced/Read First Time – HB 2016
<b>April</b>	<b>8</b>	House/Senate Floor Action – TAFP – SCS HCS HB 2014
	<b>13</b>	<b>Governor Signed SCS HCS HB 2014</b>
	<b>14</b>	Senate Floor Action/Third Read & Passed – SCS HCS HB 2001, SS SCS HCS HB 2002–2003, SCS HCS HB 2004-2012
	<b>27</b>	House Floor Action/Third Read & Passed – HCS HB 2016
	<b>27</b>	Senate Introduced/Read First Time – HCS HB 2016
	<b>28</b>	House/Senate Floor Action – TAFP – SCS HCS HB 2001
	<b>28</b>	House/Senate Floor Action – TAFP – CCS SS SCS HCS HB 2002-2003, CCS SCS HCS HB 2004-2010
	<b>29</b>	House/Senate Floor Action – TAFP – CCS SCS HCS HB 2011-2013
<b>May</b>	<b>6</b>	Senate Floor Action/Third Read & Passed – SCS HCS HB 2016
	<b>6</b>	House/Senate Floor Action – TAFP- SCS HCS HB 2016
	<b>14</b>	<b>95<sup>th</sup> General Assembly, 2<sup>nd</sup> Regular Session ends (6:00 p.m.)</b>
<b>June</b>	<b>17</b>	<b>Governor Signed SCS HCS HB 2001, CCS SS SCS HCS HB 2002-2003, CCS SCS HCS HB 2004-2006, CCS SCS HCS HB 2007 vetoed in part, CCS SCS HCS HB 2008-2013, SCS HCS HB 2016</b>
<b>September</b>	<b>15</b>	<b>Veto Session</b>

## FY 2011 OPERATING BUDGET SUMMARY

House Bill	FY 2009 Prior Year Expenditures	FY 2010 Current Year Budgeted	Governor's Amended Recommendation	House Recommendation	Senate Recommendation	Conference Recommendation	After Veto Recommendation
<b>1 Public Debt</b>							
General Revenue	\$ 86,364,184	\$ 83,604,814	\$ 74,891,457	\$ 44,891,457	\$ 34,891,457	\$ 34,891,457	\$ 34,891,457
Federal Funds	0	0	0	0	0	0	0
Federal Stabilization	0	0	0	0	0	0	0
Other Funds	7,905,575	8,447,482	3,463,215	3,463,215	13,463,215	13,463,215	13,463,215
Total	\$ 94,269,759	\$ 92,052,296	\$ 78,354,672	\$ 48,354,672	\$ 48,354,672	\$ 48,354,672	\$ 48,354,672
<b>2 Elementary and Secondary Education</b>							
General Revenue	\$ 3,017,346,002	\$ 2,469,116,803	\$ 2,778,137,654	\$ 2,757,897,626	\$ 2,682,440,856	\$ 2,720,046,017	\$ 2,720,046,017
Federal Funds	888,305,923	970,980,627	1,017,828,377	997,828,377	997,828,378	997,828,378	997,828,378
Federal Stabilization	0	524,041,206	246,557,436	242,557,436	284,024,436	246,557,436	246,557,436
Other Funds	1,321,018,688	1,458,793,085	1,389,673,044	1,395,973,044	1,398,673,044	1,398,673,044	1,398,673,044
Total	\$ 5,226,670,613	\$ 5,422,931,721	\$ 5,432,196,511	\$ 5,394,256,483	\$ 5,362,966,714	\$ 5,363,104,875	\$ 5,363,104,875
<b>3 Higher Education</b>							
General Revenue	\$ 995,568,860	\$ 921,114,922	\$ 932,016,690	\$ 935,321,114	\$ 911,514,646	\$ 911,637,406	\$ 911,637,406
Federal Funds	3,221,433	6,168,003	6,168,003	6,168,003	6,168,003	6,168,003	6,168,003
Federal Stabilization	0	146,334,912	39,952,504	39,952,504	39,952,504	39,952,504	39,952,504
Other Funds	222,285,476	232,096,466	273,924,914	273,724,914	273,724,914	273,724,914	273,724,914
Total	\$ 1,221,075,769	\$ 1,305,714,303	\$ 1,252,062,111	\$ 1,255,166,535	\$ 1,231,360,067	\$ 1,231,482,827	\$ 1,231,482,827
<b>4 Revenue</b>							
General Revenue	\$ 84,233,523	\$ 81,169,861	\$ 74,437,839	\$ 76,035,978	\$ 71,461,586	\$ 71,461,586	\$ 71,461,586
Federal Funds	3,674,829	6,669,721	6,865,546	6,865,545	6,865,545	6,865,545	6,865,545
Federal Stabilization	0	2,571,865	0	0	0	0	0
Other Funds	349,947,127	345,649,948	350,363,570	349,182,983	353,363,570	353,363,570	353,363,570
Total	\$ 437,855,479	\$ 436,061,395	\$ 431,666,955	\$ 432,084,506	\$ 431,690,701	\$ 431,690,701	\$ 431,690,701
<b>4 Transportation</b>							
General Revenue	\$ 12,511,456	\$ 8,292,923	\$ 13,394,880	\$ 17,975,136	\$ 14,334,842	\$ 15,334,842	\$ 15,334,842
Federal Funds	75,460,687	75,123,802	75,181,950	75,181,950	75,181,950	75,181,950	75,181,950
Federal Stabilization	0	5,500,000	0	0	0	0	0
Other Funds	2,342,079,428	2,177,296,168	2,536,165,284	2,536,215,284	2,536,127,492	2,536,127,492	2,536,127,492
Total	\$ 2,430,051,571	\$ 2,266,212,893	\$ 2,624,742,114	\$ 2,629,372,370	\$ 2,625,644,284	\$ 2,626,644,284	\$ 2,626,644,284

## FY 2011 OPERATING BUDGET SUMMARY

House Bill		FY 2009 Prior Year Expenditures	FY 2010 Current Year Budgeted	Governor's Amended Recommendation	House Recommendation	Senate Recommendation	Conference Recommendation	After Veto Recommendation
5	<b><u>Office of Administration</u></b>							
	General Revenue	\$ 187,345,669	\$ 163,643,426	\$ 157,213,787	\$ 148,173,582	\$ 151,706,900	\$ 149,923,090	\$ 149,923,090
	Federal Funds	65,776,479	72,282,150	72,282,150	72,282,149	72,005,304	72,282,149	72,282,149
	Federal Stabilization	0	7,455,942	528,000	528,000	528,000	528,000	528,000
	Other Funds	59,360,275	62,231,217	63,880,818	63,880,818	63,628,046	63,880,818	63,880,818
	Total	\$ 312,482,423	\$ 305,612,735	\$ 293,904,755	\$ 284,864,549	\$ 287,868,250	\$ 286,614,057	\$ 286,614,057
5	<b><u>Employee Benefits</u></b>							
	General Revenue	\$ 531,421,848	\$ 579,070,313	\$ 584,842,514	\$ 575,841,848	\$ 532,905,937	\$ 532,813,437	\$ 532,813,437
	Federal Funds	142,995,920	193,301,281	212,894,534	211,703,129	196,247,991	196,247,991	196,247,991
	Federal Stabilization	0	12,422,975	0	0	0	0	0
	Other Funds	144,848,848	170,394,165	182,204,180	180,369,632	170,627,563	170,627,563	170,627,563
	Total	\$ 819,266,616	\$ 955,188,734	\$ 979,941,228	\$ 967,914,609	\$ 899,781,491	\$ 899,688,991	\$ 899,688,991
6	<b><u>Agriculture</u></b>							
	General Revenue	\$ 44,132,894	\$ 9,907,564	\$ 44,340,263	\$ 29,479,502	\$ 22,412,805	\$ 22,847,496	\$ 22,847,496
	Federal Funds	1,866,279	3,598,225	4,145,134	4,317,568	4,317,568	4,317,568	4,317,568
	Federal Stabilization	0	37,515,000	0	0	0	0	0
	Other Funds	10,489,092	14,121,325	14,528,318	14,273,778	14,518,318	14,518,318	14,518,318
	Total	\$ 56,488,265	\$ 65,142,114	\$ 63,013,715	\$ 48,070,848	\$ 41,248,691	\$ 41,683,382	\$ 41,683,382
6	<b><u>Natural Resources</u></b>							
	General Revenue	\$ 13,012,877	\$ 12,053,568	\$ 9,772,970	\$ 9,278,672	\$ 9,048,436	\$ 9,038,406	\$ 9,038,406
	Federal Funds	34,242,849	42,629,014	44,426,749	44,380,809	44,426,749	44,426,749	44,426,749
	Federal Stabilization	0	730,364	0	0	0	0	0
	Other Funds	310,453,378	262,445,420	256,815,232	256,815,232	256,815,232	256,815,232	256,815,232
	Total	\$ 357,709,104	\$ 317,858,366	\$ 311,014,951	\$ 310,474,713	\$ 310,290,417	\$ 310,280,387	\$ 310,280,387
6	<b><u>Conservation</u></b>							
	General Revenue	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
	Federal Funds	0	0	0	0	0	0	0
	Federal Stabilization	0	0	0	0	0	0	0
	Other Funds	132,541,287	145,534,841	145,534,841	145,534,841	145,534,841	145,534,841	145,534,841
	Total	\$ 132,541,287	\$ 145,534,841	\$ 145,534,841	\$ 145,534,841	\$ 145,534,841	\$ 145,534,841	\$ 145,534,841

## FY 2011 OPERATING BUDGET SUMMARY

House Bill	FY 2009 Prior Year Expenditures	FY 2010 Current Year Budgeted	Governor's Amended Recommendation	House Recommendation	Senate Recommendation	Conference Recommendation	After Veto Recommendation
<b>7</b>	<b><u>Economic Development</u></b>						
General Revenue	\$ 57,094,015	\$ 55,133,360	\$ 61,403,533	\$ 60,397,572	\$ 38,614,591	\$ 38,882,809	\$ 38,882,809
Federal Funds	140,241,150	198,991,112	164,191,113	164,167,461	164,149,112	164,142,199	164,142,199
Federal Stabilization	0	18,565,679	0	0	0	0	0
Other Funds	57,250,209	65,357,654	57,142,339	57,131,082	53,552,363	53,752,363	53,752,363
Total	\$ 254,585,374	\$ 338,047,805	\$ 282,736,985	\$ 281,696,115	\$ 256,316,066	\$ 256,777,371	\$ 256,777,371
<b>7</b>	<b><u>Insurance Fin Cu Pr</u></b>						
General Revenue	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Federal Funds	1,090,562	700,000	700,001	700,000	1,700,000	1,700,000	1,700,000
Federal Stabilization	0	0	0	0	0	0	0
Other Funds	29,365,262	35,958,839	36,439,040	36,250,969	36,439,040	36,439,040	36,439,040
Total	\$ 30,455,824	\$ 36,658,839	\$ 37,139,041	\$ 36,950,969	\$ 38,139,040	\$ 38,139,040	\$ 38,139,040
<b>7</b>	<b><u>Labor and Industrial Relations</u></b>						
General Revenue	\$ 2,371,808	\$ 2,254,942	\$ 2,215,539	\$ 1,711,536	\$ 1,982,423	\$ 1,982,423	\$ 1,982,423
Federal Funds	32,356,369	47,167,731	47,967,730	39,731,702	47,950,558	47,950,558	47,950,558
Federal Stabilization	0	0	0	0	0	0	0
Other Funds	82,217,019	81,555,533	81,674,604	79,513,797	62,803,852	62,803,852	62,508,565
Total	\$ 116,945,196	\$ 130,978,206	\$ 131,857,873	\$ 120,957,035	\$ 112,736,833	\$ 112,736,833	\$ 112,441,546
<b>8</b>	<b><u>Public Safety</u></b>						
General Revenue	\$ 83,739,018	\$ 66,264,818	\$ 57,575,975	\$ 55,589,849	\$ 54,268,676	\$ 54,268,676	\$ 54,268,676
Federal Funds	196,295,070	130,479,901	113,063,687	113,090,687	113,090,687	113,090,687	113,090,687
Federal Stabilization	0	1,074,325	0	0	0	0	0
Other Funds	273,654,503	313,895,137	356,563,182	356,563,182	356,463,182	356,463,182	356,463,182
Total	\$ 553,688,591	\$ 511,714,181	\$ 527,202,844	\$ 525,243,718	\$ 523,822,545	\$ 523,822,545	\$ 523,822,545
<b>9</b>	<b><u>Corrections</u></b>						
General Revenue	\$ 586,923,288	\$ 604,146,521	\$ 608,988,584	\$ 508,839,803	\$ 593,435,940	\$ 593,435,940	\$ 593,435,940
Federal Funds	4,763,648	6,841,995	10,434,834	10,434,834	10,434,834	10,434,834	10,434,834
Federal Stabilization	0	750,000	0	100,000,000	0	0	0
Other Funds	42,426,136	52,824,936	53,163,438	53,163,438	56,163,438	56,163,438	56,163,438
Total	\$ 634,113,072	\$ 664,563,452	\$ 672,586,856	\$ 672,438,075	\$ 660,034,212	\$ 660,034,212	\$ 660,034,212

## FY 2011 OPERATING BUDGET SUMMARY

House Bill	FY 2009 Prior Year Expenditures	FY 2010 Current Year Budgeted	Governor's Amended Recommendation	House Recommendation	Senate Recommendation	Conference Recommendation	After Veto Recommendation
<b>10</b>							
<b><u>Mental Health</u></b>							
General Revenue	\$ 605,649,896	\$ 594,823,914	\$ 594,741,954	\$ 585,488,239	\$ 575,426,388	\$ 575,426,388	\$ 575,426,388
Federal Funds	493,242,634	568,563,321	585,980,668	581,730,668	578,775,972	578,775,972	578,775,972
Federal Stabilization	0	5,891,995	0	0	0	0	0
Other Funds	40,408,421	42,271,054	44,577,524	44,577,524	44,827,524	44,827,524	44,827,524
Total	\$ 1,139,300,951	\$ 1,211,550,284	\$ 1,225,300,146	\$ 1,211,796,431	\$ 1,199,029,884	\$ 1,199,029,884	\$ 1,199,029,884
<b>10</b>							
<b><u>Health</u></b>							
General Revenue	\$ 248,628,623	\$ 247,247,017	\$ 260,274,465	\$ 254,092,938	\$ 246,038,783	\$ 247,405,720	\$ 247,405,720
Federal Funds	612,679,775	619,002,497	650,455,128	648,285,398	647,854,155	647,854,155	647,854,155
Federal Stabilization	0	2,027,500	0	0	0	0	0
Other Funds	23,801,178	24,275,597	25,644,597	25,644,597	25,644,597	25,644,597	25,644,597
Total	\$ 885,109,576	\$ 892,552,611	\$ 936,374,190	\$ 928,022,933	\$ 919,537,535	\$ 920,904,472	\$ 920,904,472
<b>11</b>							
<b><u>Social Services</u></b>							
General Revenue	\$ 1,433,790,546	\$ 1,516,013,903	\$ 1,627,724,418	\$ 1,328,933,463	\$ 1,459,230,967	\$ 1,458,352,466	\$ 1,458,352,466
Federal Funds	3,530,536,160	3,998,634,263	4,096,056,544	4,068,218,201	4,011,103,170	4,011,581,216	4,011,581,216
Federal Stabilization	0	2,587,500	0	200,000,000	0	0	0
Other Funds	1,945,510,674	1,945,406,004	2,174,408,216	2,174,408,216	2,186,658,673	2,186,658,673	2,186,658,673
Total	\$ 6,909,837,380	\$ 7,462,641,670	\$ 7,898,189,178	\$ 7,771,559,880	\$ 7,656,992,810	\$ 7,656,592,355	\$ 7,656,592,355
<b>12</b>							
<b><u>Elected Officials</u></b>							
General Revenue	\$ 54,299,806	\$ 48,189,352	\$ 48,611,852	\$ 46,296,492	\$ 45,840,381	\$ 45,840,381	\$ 45,840,381
Federal Funds	10,737,073	23,621,404	22,484,598	22,484,598	22,484,598	22,484,598	22,484,598
Federal Stabilization	0	1,100,000	0	0	0	0	0
Other Funds	43,052,392	45,512,192	44,365,721	43,983,045	43,927,721	43,993,721	43,993,721
Total	\$ 108,089,271	\$ 118,422,948	\$ 115,462,171	\$ 112,764,135	\$ 112,252,700	\$ 112,318,700	\$ 112,318,700
<b>12</b>							
<b><u>Judiciary</u></b>							
General Revenue	\$ 166,217,860	\$ 162,749,121	\$ 169,227,216	\$ 169,227,216	\$ 169,074,144	\$ 169,074,144	\$ 169,074,144
Federal Funds	5,672,637	10,408,187	10,408,187	10,408,187	10,408,187	10,408,187	10,408,187
Federal Stabilization	0	6,647,949	0	0	0	0	0
Other Funds	12,505,336	10,292,941	10,292,942	10,292,942	10,292,942	10,292,942	10,292,942
Total	\$ 184,395,833	\$ 190,098,198	\$ 189,928,345	\$ 189,928,345	\$ 189,775,273	\$ 189,775,273	\$ 189,775,273



## FY 2011 OPERATING BUDGET SUMMARY

House Bill	FY 2009 Prior Year Expenditures	FY 2010 Current Year Budgeted	Governor's Amended Recommendation	House Recommendation	Senate Recommendation	Conference Recommendation	After Veto Recommendation
<b>12</b>	<b><u>Public Defender</u></b>						
General Revenue	\$ 33,998,192	\$ 34,207,100	\$ 36,207,100	\$ 36,207,100	\$ 34,207,100	\$ 34,707,100	\$ 34,707,100
Federal Funds	30,906	125,000	125,000	125,000	125,000	125,000	125,000
Federal Stabilization	0	0	0	0	0	0	0
Other Funds	1,686,240	2,980,263	2,980,263	2,980,263	2,980,263	2,980,263	2,980,263
Total	\$ 35,715,338	\$ 37,312,363	\$ 39,312,363	\$ 39,312,363	\$ 37,312,363	\$ 37,812,363	\$ 37,812,363
<b>12</b>	<b><u>General Assembly</u></b>						
General Revenue	\$ 32,533,823	\$ 34,373,472	\$ 34,280,937	\$ 34,464,737	\$ 33,188,673	\$ 33,213,211	\$ 33,213,211
Federal Funds	0	0	0	0	0	0	0
Federal Stabilization	0	344,597	0	0	0	0	0
Other Funds	194,274	292,255	292,255	292,255	85,000	292,255	292,255
Total	\$ 32,728,097	\$ 35,010,324	\$ 34,573,192	\$ 34,756,992	\$ 33,273,673	\$ 33,505,466	\$ 33,505,466
<b>13</b>	<b><u>Statewide Leasing</u></b>						
General Revenue	\$ 102,891,031	\$ 108,829,275	\$ 118,573,063	\$ 116,882,799	\$ 112,254,111	\$ 112,267,504	\$ 112,267,504
Federal Funds	21,680,977	23,507,968	23,195,547	23,195,547	23,195,547	23,195,547	23,195,547
Federal Stabilization	0	0	0	0	0	0	0
Other Funds	12,194,567	13,099,626	12,931,904	12,931,904	12,931,904	12,931,904	12,931,904
Total	\$ 136,766,575	\$ 145,436,869	\$ 154,700,514	\$ 153,010,250	\$ 148,381,562	\$ 148,394,955	\$ 148,394,955
<b><u>Total Operating Budget</u></b>							
General Revenue	\$ 8,380,075,219	\$ 7,802,206,989	\$ 8,288,872,690	\$ 7,793,026,659	\$ 7,794,279,642	\$ 7,832,850,499	\$ 7,832,850,499
Federal Funds	6,264,871,360	6,998,796,202	7,164,855,480	7,101,299,813	7,034,313,308	7,035,061,286	7,035,061,286
Federal Stabilization	0	775,561,809	287,037,940	583,037,940	324,504,940	287,037,940	287,037,940
Other Funds	7,465,195,385	7,510,732,148	8,117,029,441	8,117,166,955	8,119,246,734	8,119,972,761	8,119,677,474
Total	\$ 22,110,141,964	\$ 23,087,297,148	\$ 23,857,795,551	\$ 23,594,531,367	\$ 23,272,344,624	\$ 23,274,922,486	\$ 23,274,627,199
<b><u>Refunds</u></b>							
General Revenue	\$ 1,440,650,430	\$ 1,356,173,371	\$ 1,434,173,371	\$ 1,434,173,371	\$ 1,434,156,958	\$ 1,434,156,958	\$ 1,434,156,958
Federal Funds	4,917,461	1,731,447	1,731,447	1,731,447	1,731,447	1,731,447	1,731,447
Other Funds	42,055,208	46,454,205	46,454,205	46,454,205	46,454,205	46,454,205	46,454,205
Total	\$ 1,487,623,099	\$ 1,404,359,023	\$ 1,482,359,023	\$ 1,482,359,023	\$ 1,482,342,610	\$ 1,482,342,610	\$ 1,482,342,610

## FY 2011 OPERATING BUDGET SUMMARY

House Bill	FY 2009 Prior Year Expenditures	FY 2010 Current Year Budgeted	Governor's Amended Recommendation	House Recommendation	Senate Recommendation	Conference Recommendation	After Veto Recommendation
DESE TRANSFERS/APPROPS (Exclude from Other Funds)							
T005	2,142,093,604	1,712,136,845	2,098,592,539	2,079,333,539	2,005,179,772	2,042,646,772	2,042,646,772
T454	99,271,991	106,000,000	103,800,000	103,800,000	103,800,000	103,800,000	103,800,000
T939	0	0	0	0	0	0	0
T007	0	0	0	0	0	0	0
T008	644,817,690	518,600,000	448,600,000	448,600,000	448,600,000	448,600,000	448,600,000
T155	0	0					
Total	2,886,183,285	2,336,736,845	2,650,992,539	2,631,733,539	2,557,579,772	2,595,046,772	2,595,046,772

# FY 2011 FTE SUMMARY

9/14/2010

House <u>Bill</u>	FY09 Prior Year Actual	FY 10 Current Year Budgeted	FY 11 Governor's Amended	FY 11 House Recommendation	FY 11 Senate Recommendation	FY 11 TAFP	FY 11 After Veto Recommendation
<b>1 <u>Public Debt</u></b>							
General Revenue	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>2 <u>Elementary and Secondary Education</u></b>							
General Revenue	948.86	880.45	849.95	849.95	828.50	828.50	828.50
Federal Funds	725.13	853.76	876.76	876.76	876.76	876.76	876.76
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	11.43	12.00	12.00	12.00	12.00	12.00	12.00
Total	1,685.42	1,746.21	1,738.71	1,738.71	1,717.26	1,717.26	1,717.26
<b>3 <u>Higher Education</u></b>							
General Revenue	14.83	16.50	17.00	17.00	17.00	17.00	17.00
Federal Funds	6.45	7.08	6.58	6.58	6.58	6.58	6.58
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	51.28	52.09	52.09	52.09	52.09	52.09	52.09
Total	72.56	75.67	75.67	75.67	75.67	75.67	75.67
<b>4 <u>Revenue</u></b>							
General Revenue	999.81	1,011.20	1,015.20	992.75	963.06	963.06	963.06
Federal Funds	1.05	6.74	11.74	11.74	11.74	11.74	11.74
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	453.59	443.55	438.55	442.55	438.55	443.55	443.55
Total	1,454.45	1,461.49	1,465.49	1,447.04	1,413.35	1,418.35	1,418.35
<b>4 <u>Transportation</u></b>							
General Revenue	1.73	0.00	0.00	0.00	0.00	0.00	0.00
Federal Funds	14.87	17.98	17.98	17.98	17.98	17.98	17.98
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	6,643.51	6,598.70	6,598.70	6,598.70	6,597.70	6,598.70	6,598.70
Total	6,660.11	6,616.68	6,616.68	6,616.68	6,615.68	6,616.68	6,616.68

## FY 2011 FTE SUMMARY

9/14/2010

House Bill	FY09 Prior Year Actual	FY 10 Current Year Budgeted	FY 11 Governor's Amended	FY 11 House Recommendation	FY 11 Senate Recommendation	FY 11 TAFP	FY 11 After Veto Recommendation
<b>5 <u>Office of Administration</u></b>							
General Revenue	787.55	771.79	766.29	741.29	752.04	752.04	752.04
Federal Funds	300.03	342.22	342.22	342.22	333.22	342.22	342.22
Federal Stabilization	0.00	1.50	0.00	0.00	0.00	0.00	0.00
Other Funds	885.28	917.81	1,125.81	1,125.81	1,100.56	1,108.81	1,108.81
Total	1,972.86	2,033.32	2,234.32	2,209.32	2,185.82	2,203.07	2,203.07
<b>6 <u>Agriculture</u></b>							
General Revenue	184.62	189.94	187.71	188.19	183.68	189.19	189.19
Federal Funds	23.42	31.36	35.36	35.36	35.36	35.36	35.36
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	143.39	169.76	174.27	168.76	174.27	168.76	168.76
Total	351.43	391.06	397.34	392.31	393.31	393.31	393.31
<b>6 <u>Natural Resources</u></b>							
General Revenue	166.82	146.54	133.04	131.54	133.04	133.04	133.04
Federal Funds	356.64	377.38	414.80	414.80	414.80	414.80	414.80
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	1,282.48	1,271.64	1,234.22	1,234.22	1,234.22	1,234.22	1,234.22
Total	1,805.94	1,795.56	1,782.06	1,780.56	1,782.06	1,782.06	1,782.06
<b>6 <u>Conservation</u></b>							
General Revenue	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	1,810.91	1,843.81	1,843.81	1,843.81	1,843.81	1,843.81	1,843.81
Total	1,810.91	1,843.81	1,843.81	1,843.81	1,843.81	1,843.81	1,843.81
<b>7 <u>Economic Development</u></b>							
General Revenue	70.09	71.32	71.32	71.32	50.11	50.35	50.35
Federal Funds	510.75	618.91	618.91	618.91	618.33	618.91	618.91
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	265.54	286.14	286.14	286.14	297.93	298.11	298.11
Total	846.38	976.37	976.37	976.37	966.37	967.37	967.37

# FY 2011 FTE SUMMARY

9/14/2010

House <u>Bill</u>	FY09 Prior Year Actual	FY 10 Current Year Budgeted	FY 11 Governor's Amended	FY 11 House Recommendation	FY 11 Senate Recommendation	FY 11 TAFP	FY 11 After Veto Recommendation
<b>7</b> <u><b>DIFP</b></u>							
General Revenue	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	501.73	545.15	550.15	550.15	550.15	550.15	550.15
Total	501.73	545.15	550.15	550.15	550.15	550.15	550.15
<b>7</b> <u><b>Labor and Industrial Relations</b></u>							
General Revenue	42.03	36.71	33.71	33.71	33.71	33.71	33.71
Federal Funds	553.33	616.60	615.85	615.85	615.52	615.85	615.85
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	167.67	178.55	178.30	178.30	181.30	181.30	178.30
Total	763.03	831.86	827.86	827.86	830.53	830.86	827.86
<b>8</b> <u><b>Public Safety</b></u>							
General Revenue	930.39	1,099.61	1,067.74	1,065.74	1,008.13	1,009.13	1,009.13
Federal Funds	413.18	383.29	384.29	385.29	385.29	385.29	385.29
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	3,748.80	3,549.88	3,553.88	3,553.88	3,579.49	3,579.49	3,579.49
Total	5,092.37	5,032.78	5,005.91	5,004.91	4,972.91	4,973.91	4,973.91
<b>9</b> <u><b>Corrections</b></u>							
General Revenue	11,191.04	10,994.09	10,978.09	10,978.09	10,833.45	10,834.45	10,834.45
Federal Funds	51.15	62.50	52.00	52.00	52.00	52.00	52.00
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	236.75	267.40	265.40	265.40	265.40	265.40	265.40
Total	11,478.94	11,323.99	11,295.49	11,295.49	11,150.85	11,151.85	11,151.85
<b>10</b> <u><b>Mental Health</b></u>							
General Revenue	8,319.82	6,635.07	6,271.59	6,113.81	6,130.98	6,131.98	6,131.98
Federal Funds	595.16	1,554.99	1,626.67	1,626.67	1,701.96	1,701.96	1,701.96
Federal Stabilization	0.00	61.73	0.00	0.00	0.00	0.00	0.00
Other Funds	13.65	40.00	40.00	40.00	40.00	40.00	40.00
Total	8,928.63	8,291.79	7,938.26	7,780.48	7,872.94	7,873.94	7,873.94

# FY 2011 FTE SUMMARY

9/14/2010

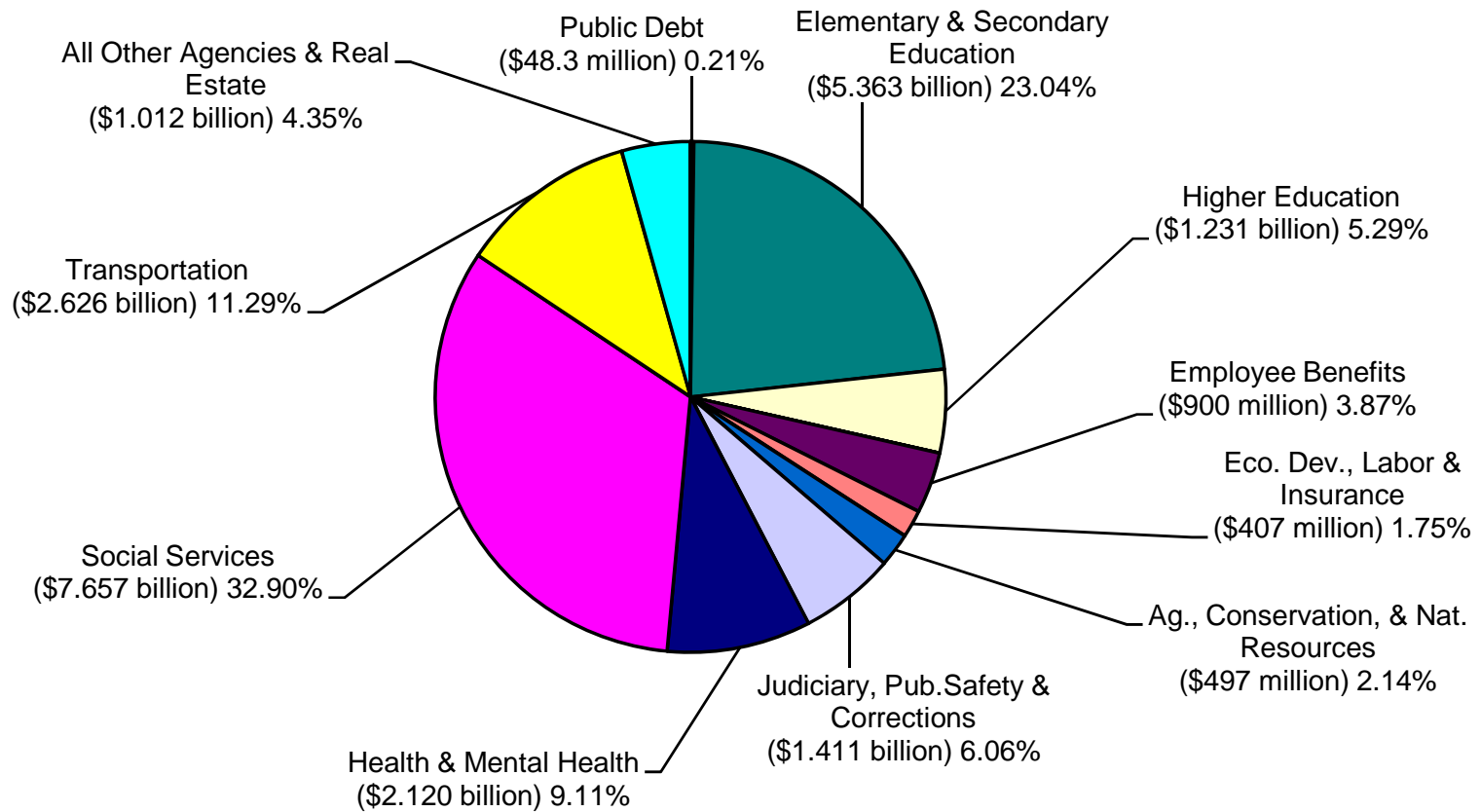
House <u>Bill</u>	FY09 Prior Year Actual	FY 10 Current Year Budgeted	FY 11 Governor's Amended	FY 11 House Recommendation	FY 11 Senate Recommendation	FY 11 TAFP	FY 11 After Veto Recommendation
<b>10</b> <u><b>Health</b></u>							
General Revenue	699.16	709.24	674.22	674.22	598.88	634.12	634.12
Federal Funds	1,021.63	1,079.94	1,079.94	1,079.94	1,066.94	1,066.94	1,066.94
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	87.47	104.59	104.59	104.59	132.59	132.59	132.59
Total	1,808.26	1,893.77	1,858.75	1,858.75	1,798.41	1,833.65	1,833.65
<b>11</b> <u><b>Social Services</b></u>							
General Revenue	3,234.75	2,270.79	2,123.45	2,123.45	2,109.62	2,110.50	2,110.50
Federal Funds	4,681.72	5,249.37	5,100.20	5,100.20	5,078.12	5,078.15	5,078.15
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	405.60	573.04	571.03	571.03	570.94	571.03	571.03
Total	8,322.07	8,093.20	7,794.68	7,794.68	7,758.68	7,759.68	7,759.68
<b>12</b> <u><b>Elected Officials</b></u>							
General Revenue	604.28	668.83	668.83	668.83	668.83	668.83	668.83
Federal Funds	79.50	100.51	105.51	105.51	105.51	105.51	105.51
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	186.15	217.68	217.68	217.68	217.68	217.68	217.68
Total	869.93	987.02	992.02	992.02	992.02	992.02	992.02
<b>12</b> <u><b>Judiciary</b></u>							
General Revenue	3,223.58	3,106.33	3,246.30	3,246.30	3,244.30	3,244.30	3,244.30
Federal Funds	72.07	101.25	101.25	101.25	101.25	101.25	101.25
Federal Stabilization	0.00	137.97	0.00	0.00	0.00	0.00	0.00
Other Funds	52.15	60.50	60.50	60.50	60.50	60.50	60.50
Total	3,347.80	3,406.05	3,408.05	3,408.05	3,406.05	3,406.05	3,406.05
<b>12</b> <u><b>Public Defender</b></u>							
General Revenue	548.36	570.13	570.13	570.13	570.13	570.13	570.13
Federal Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	1.94	2.00	2.00	2.00	2.00	2.00	2.00
Total	550.30	572.13	572.13	572.13	572.13	572.13	572.13

# FY 2011 FTE SUMMARY

9/14/2010

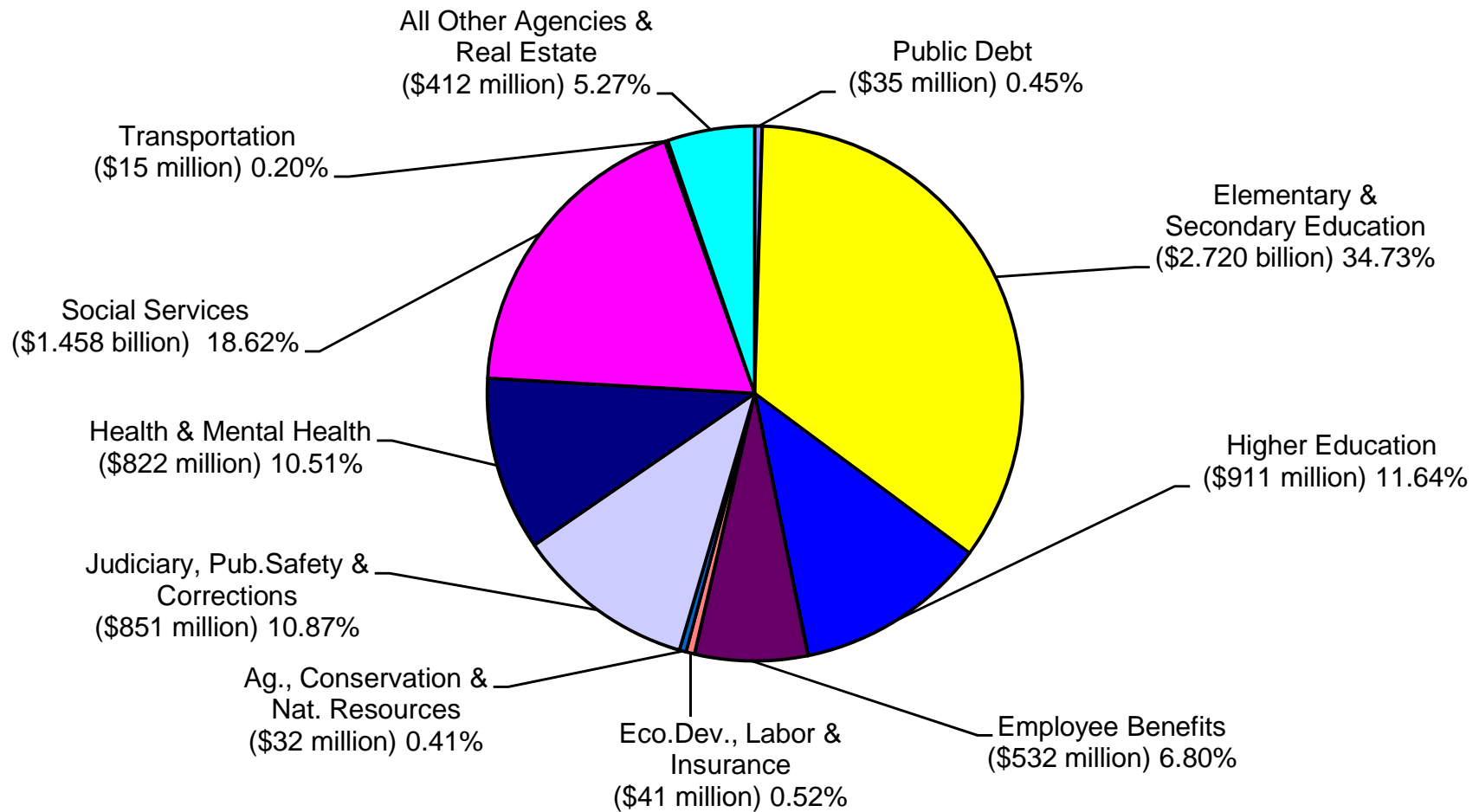
House <u>Bill</u>	FY09 Prior Year Actual	FY 10 Current Year Budgeted	FY 11 Governor's Amended	FY 11 House Recommendation	FY 11 Senate Recommendation	FY 11 TAFP	FY 11 After Veto Recommendation
<b>12 <u>General Assembly</u></b>							
General Revenue	665.09	710.09	709.92	689.92	701.87	686.92	686.92
Federal Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Stabilization	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Funds	1.66	1.25	1.25	1.25	0.00	1.25	1.25
Total	<u>666.75</u>	<u>711.34</u>	<u>711.17</u>	<u>691.17</u>	<u>701.87</u>	<u>688.17</u>	<u>688.17</u>
<b><u>Total HB 1 - HB 12</u></b>							
General Revenue	32,632.81	29,888.63	29,384.49	29,156.24	28,827.33	28,857.25	28,857.25
Federal Funds	9,406.08	11,403.88	11,390.06	11,391.06	11,421.36	11,431.30	11,431.30
Federal Stabilization	0.00	201.20	0.00	0.00	0.00	0.00	0.00
Other Funds	16,950.98	17,135.54	17,310.37	17,308.86	17,351.18	17,361.44	17,358.44
Total	<u>58,989.87</u>	<u>58,629.25</u>	<u>58,084.92</u>	<u>57,856.16</u>	<u>57,599.87</u>	<u>57,649.99</u>	<u>57,646.99</u>

## FY 2011 After Veto Operating Budget All Funds: \$23.275 Billion

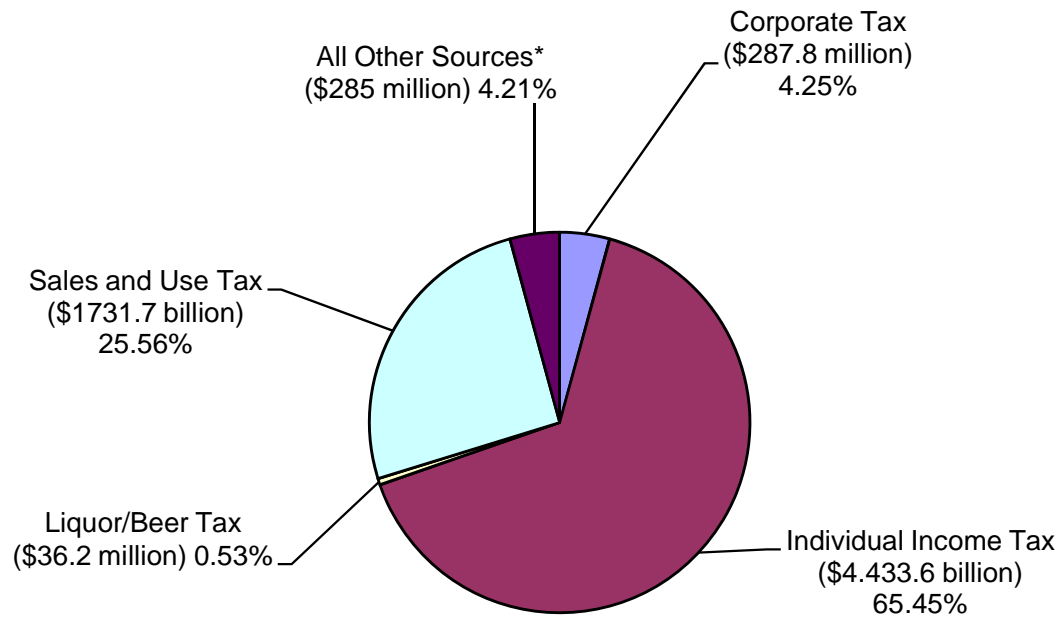




## FY 2011 After Veto Operating Budget General Revenue: \$7.833 Billion



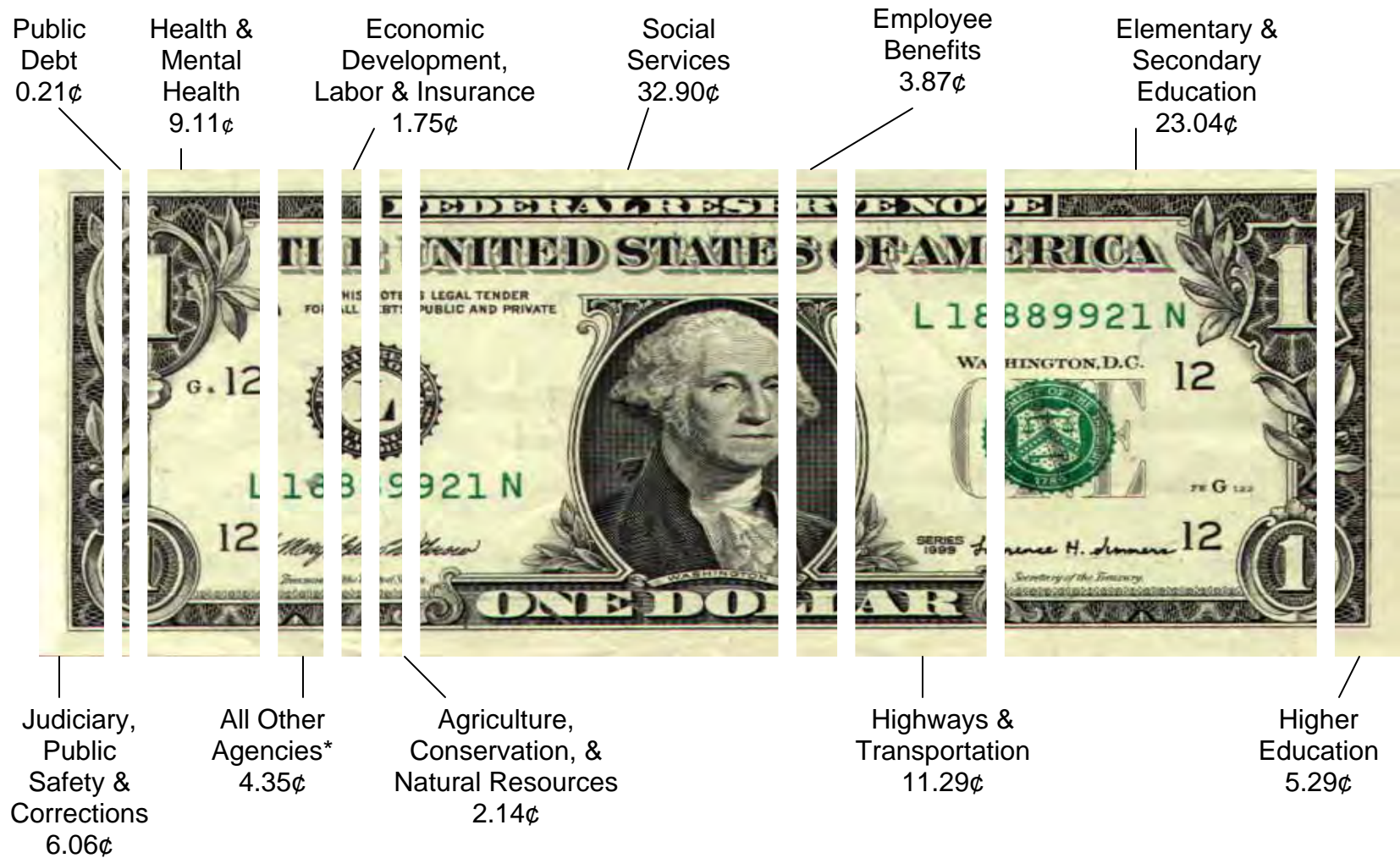
## FY 2010 Net General Revenue \$6.774 Billion



# DISTRIBUTION OF EACH TAX DOLLAR

## FY 2011 AFTER VETO OPERATING BUDGET

All Funds: \$23.275 Billion

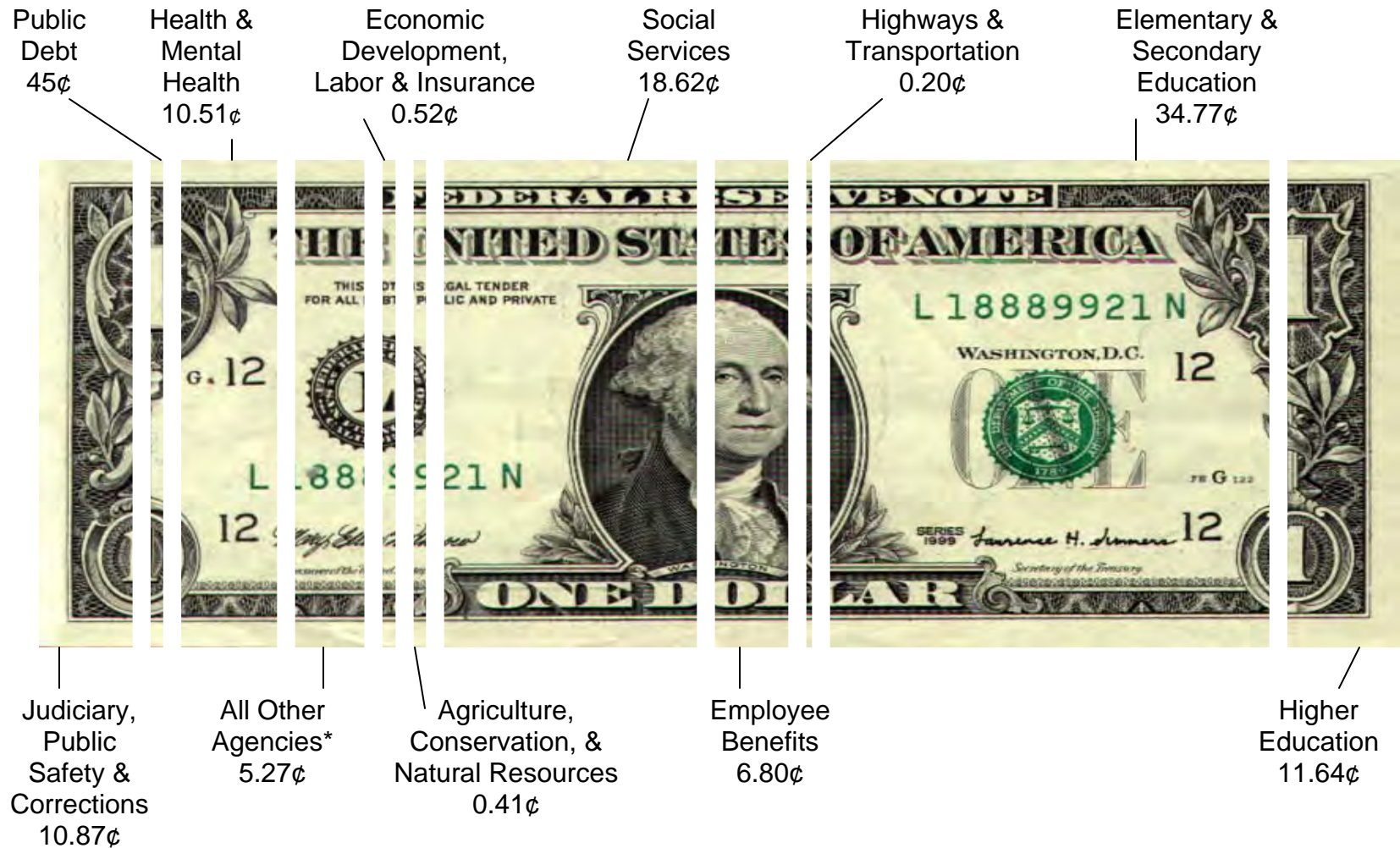


\* Revenue, Office of Administration, Elected Officials, General Assembly, Real Estate

# DISTRIBUTION OF EACH TAX DOLLAR

## FY 2011 AFTER VETO OPERATING BUDGET

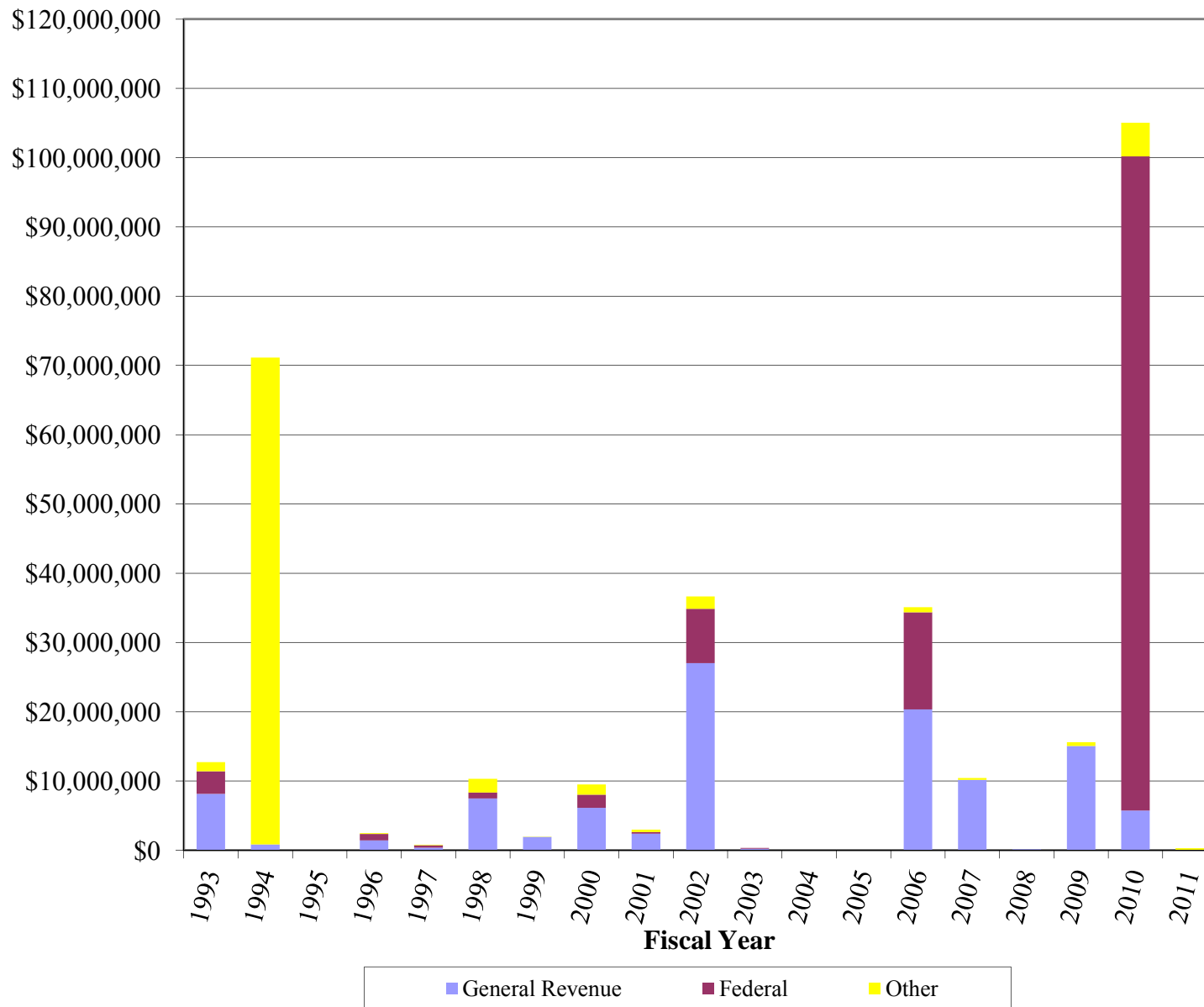
General Revenue: \$7.833 Billion



\* Revenue, Office of Administration, Elected Officials , General Assembly, Real Estate

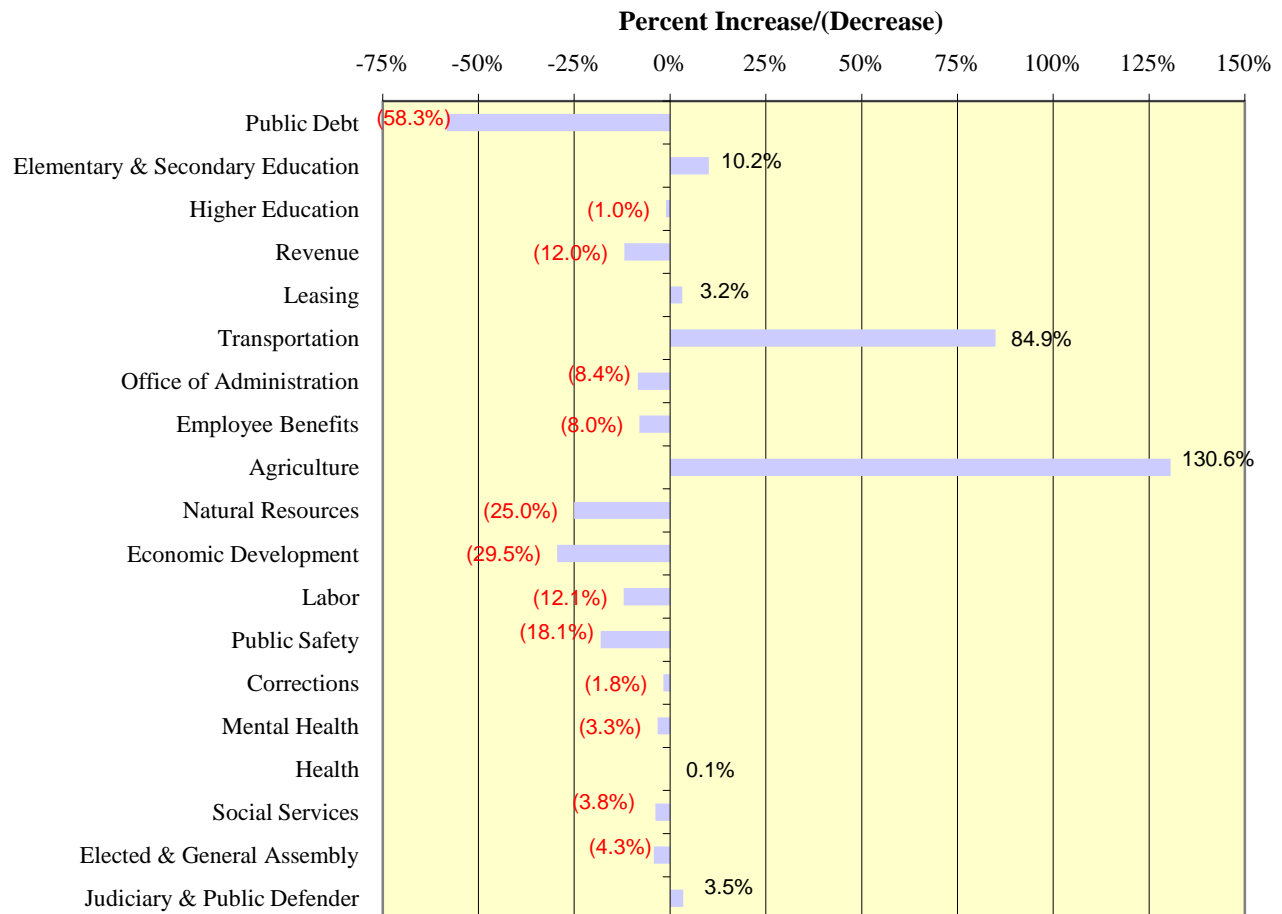
## Governor Veto History

### Fiscal Years 1993 - 2011



## FY 2010 Actual vs. FY 2011 GR Appropriation\*

Department/Agency	FY 2010 Actual	FY 2011	Difference	% Change
Public Debt	83,604,814	\$ 34,891,457	\$ (48,713,357)	(58.3%)
Elementary & Secondary Education	2,469,116,803	2,720,046,017	250,929,214	10.2%
Higher Education	921,114,922	911,637,406	(9,477,516)	(1.0%)
Revenue	81,169,861	71,461,586	(9,708,275)	(12.0%)
Leasing	108,829,275	112,267,504	3,438,229	3.2%
Transportation	8,292,923	15,334,842	7,041,919	84.9%
Office of Administration	163,643,426	149,923,090	(13,720,336)	(8.4%)
Employee Benefits	579,070,313	532,813,437	(46,256,876)	(8.0%)
Agriculture	9,907,564	22,847,496	12,939,932	130.6%
Natural Resources	12,053,568	9,038,406	(3,015,162)	(25.0%)
Economic Development	55,133,360	38,882,809	(16,250,551)	(29.5%)
Labor	2,254,942	1,982,423	(272,519)	(12.1%)
Public Safety	66,264,818	54,268,676	(11,996,142)	(18.1%)
Corrections	604,146,521	593,435,940	(10,710,581)	(1.8%)
Mental Health	594,823,914	575,426,388	(19,397,526)	(3.3%)
Health	247,247,017	247,405,720	158,703	0.1%
Social Services	1,516,013,903	1,458,352,466	(57,661,437)	(3.8%)
Elected & General Assembly	82,562,824	79,053,592	(3,509,232)	(4.3%)
Judiciary & Public Defender	196,956,221	203,781,244	6,825,023	3.5%
<b>TOTALS</b>	<b>7,802,206,989</b>	<b>7,832,850,499</b>	<b>30,643,510</b>	<b>0.39%</b>





\* FY 2010 SUPPLEMENTAL SUMMARY COMPARISON (HB 14)

SEC	Markup Pg #	DEPARTMENT	FUND	REQUEST	FTE	GOVERNOR (As Amended)	FTE	HOUSE	FTE	SENATE	FTE	Senate Over/(Under) House	FTE
<b>Elementary &amp; Secondary Ed</b>													
14.005	1	Foundation Equity Formula	Oth	43,000,589	E	23,000,010		23,000,010		23,000,010		0	
14.005	5	Early Childhood Special Education	FBS	3,901,597		3,901,597		3,901,597		3,901,597		0	
14.010	9	Race To the Top Grant Authority	Fed	0		20,000,000	E	0		0		0	
14.015	12	Disability Determinations Grant	Fed	1,500,000		1,500,000		1,500,000		1,500,000		0	
14.020	16	Afterschool Programming	Fed	7,200,000		7,200,000		7,200,000		7,200,000		0	
14.025	22	High Need Fund	FBS	2,588,625		588,625		588,625		588,625		0	
14.030	25	Foundation Equity Formula Transfer	GR	0		86,168,682	E	86,168,682	E	86,168,682	E	0	
<b>Revenue</b>													
14.035	29	License Plate Price increase	FBS	90,000		90,000		90,000		90,000		0	
14.040	31	Amendment 3 Transfer from GR	FBS	2,884,158		2,884,158		2,884,158		2,884,158		0	
14.045	34	Federal Fund FTE Authority	Fed	195,824		53,030	E	53,030	E	53,030	E	0	
14.050	36	Debt Offset-State Reciprocal Agreement	Oth	457,059	E	457,059	E	457,059	E	457,059	E	0	
<b>Office of Administration</b>													
14.055	40	Attorney Fees-CCPS Settlement	FBS	81,750		25,000		25,000		25,000		0	
<b>Insurance</b>													
14.060	42	Attorney Fees	Oth	5,000		5,000		5,000		5,000		0	
<b>Labor</b>													
14.065	44	Line of Duty Compensation	Oth	175,000	E	175,000	E	175,000	E	1	E	(174,999)	
14.070	46	Line of Duty Compensation Transfer	FBS	175,000		175,000		175,000		1	E	(174,999)	
<b>Public Safety</b>													
14.075	48	DNA Profiling Program	FBS	1,099,947		1,099,947		1,099,947		1,099,947		0	
14.080	53	MSHP Interoperable Radio System	Oth	4,207,940		4,207,940		4,207,940		4,207,940		0	
<b>Corrections</b>													
14.085	55	NECC Institutional Bed Realignment	FBS	0		280,641	4.75	280,641	4.75	280,641	4.75	0	0.00
<b>Mental Health</b>													
14.090	58	Overtime	FBS	2,708,822		2,666,503		2,266,503		2,266,503		0	
14.090	58	Overtime	Fed	996,701		996,701		996,701		996,701		0	
14.095	62	Children's Residential Equity Adjustment	FBS	45,990		45,990		45,990		45,990		0	
14.100	67	DD Certification Fee	Oth	1,525,484	E	1,525,484	E	1,525,484	E	1,525,484	E	0	
<b>Health and Senior Services</b>													
14.105	71	Attorney Fees	FBS	0		17,612		17,612		0		(17,612)	
14.110	73	Home and Community Based Services	FBS	16,901,597		21,013,792		19,891,879		19,891,879		0	
14.110	73	Home and Community Based Services	Fed	30,283,208		37,651,179	E	35,641,007	E	35,641,007	E		
14.115	77	IN-Home Provider Tax	GR	1	E	1	E	1	E	1	E		
14.120	77	IN-Home Provider Tax	Oth	1	E	1	E	1	E	1	E		

\*Note: There was no conference on HB 2014. The House passed the Senate version of HB 2014.

9/14/2010

**\* FY 2010 SUPPLEMENTAL SUMMARY COMPARISON (HB 14)**

SEC	Markup Pg #	DEPARTMENT	FUND	REQUEST	FTE	GOVERNOR (As Amended)	FTE	HOUSE	FTE	SENATE	FTE	Senate Over/(Under) House	FTE
<b>Social Services</b>													
14.125	79	IGT for Public Hospitals	Oth	0		1 E		0		0		0	
14.130	82	MO HealthNet Programs	FBS	84,822,249		80,169,612		77,490,492		77,490,492		0	
14.130	82	MO HealthNet Programs	Fed	77,460,456		119,219,322		107,782,467		107,782,467		0	
14.130	82	MO HealthNet Programs	Oth	0		15,400,000		15,400,000		15,400,000		0	
<b>Judiciary</b>													
14.135	85	Clay County Judgeship	FBS	0		35,633	0.50	35,633	0.50	0	0.00	(35,633)	(0.50)
<b>TOTAL</b>													
			GR	0		86,168,682		86,168,682		86,168,682		0	
			FBS	115,299,735		112,994,110		108,793,077		108,564,833		(228,244)	
			FED	117,636,189		186,620,232		153,173,205		153,173,205		0	
			OTH	48,739,014		44,138,435		44,138,435		44,138,435		0	
			<b>TOTAL</b>	<b>281,674,938</b>	<b>0.00</b>	<b>429,921,459</b>	<b>5.25</b>	<b>392,273,399</b>	<b>5.25</b>	<b>392,045,155</b>	<b>4.75</b>	<b>(228,244)</b>	<b>(0.50)</b>

Prepared by Senate Appropriations Committee Staff

\*Note: There was no conference on HB 2014. The House passed the Senate version of HB 2014.



## Fiscal Year 2010 Withhold Amounts

House Bill	Department	FY 2010 TAFP After Veto	FY 2010 GR Withhold	FY 2010 Total Withhold	FY 2010 Budget Authority After Withhold
1	Public Debt	\$48,354,672	(\$3,075,165)	(\$3,075,165)	\$187,039,799
2	Elementary & Secondary Education	\$5,363,104,875	(\$11,478,800)	(\$76,538,614)	\$8,334,594,343
3	Higher Education	\$1,231,482,827	(\$26,482,795)	(\$29,327,436)	\$1,404,633,815
4	Revenue	\$431,690,701	(\$12,544,991)	(\$12,911,032)	\$6,446,168,818
4	Transportation	\$2,626,644,284	\$0	\$0	\$0
5	Office of Administration	\$286,614,057	(\$4,480,729)	(\$6,654,715)	\$2,393,962,076
5	Employee Benefits	\$899,688,991	(\$22,305,369)	(\$61,453,473)	\$1,855,157,802
6	Agriculture	\$41,683,382	(\$455,647)	(\$7,558,572)	\$95,002,126
6	Natural Resources	\$310,280,387	(\$2,181,356)	(\$2,889,809)	\$521,859,957
6	Conservation	\$145,534,841	\$0	\$0	\$145,534,841
7	Economic Development	\$256,777,371	(\$21,795,222)	(\$51,680,302)	\$378,395,641
7	Insurance	\$38,139,040	\$0	\$0	\$47,590,047
7	Labor & Industrial Relations	\$112,736,833	(\$126,532)	(\$126,532)	\$149,152,464
8	Public Safety	\$523,822,545	(\$5,669,822)	(\$9,705,108)	\$700,955,232
9	Corrections	\$660,034,212	(\$13,200,590)	(\$13,365,590)	\$637,006,686
10	Mental Health	\$1,199,029,884	(\$15,390,799)	(\$15,949,466)	\$1,378,373,076
10	Health & Senior Services	\$920,904,472	(\$8,600,718)	(\$8,855,505)	\$950,674,245
11	Social Services	\$7,656,592,355	(\$131,937,178)	(\$144,786,615)	\$9,210,372,751
12	Elected Officials	\$112,318,700	(\$991,905)	(\$991,905)	\$188,686,477
12	Judiciary	\$189,775,273	(\$3,500,000)	(\$3,500,000)	\$198,367,474
12	Public Defender	\$37,812,363	\$0	\$0	\$38,662,363
12	General Assembly	\$33,505,466	\$0	\$0	\$35,000,282
13	Statewide Leasing	\$148,394,955	(\$1,641,688)	(\$1,642,705)	\$147,594,635
	<b>Total State Operating Budget</b>	<b>\$23,274,922,486</b>	<b>(\$285,859,307)</b>	<b>(\$451,012,544)</b>	<b>\$35,444,784,949</b>
17	Reappropriations	\$499,073,528	(\$2,724,079)	(\$4,845,693)	\$492,795,342
21	Federal Stimulus	\$2,682,725,048	\$0	(\$32,037,174)	\$2,649,408,040
22	Federal Budget Stabilization	\$708,523,303	(\$81,879,059)	(\$380,146,352)	\$328,376,951
	<b>Total Federal Funding</b>	<b>\$3,391,248,351</b>	<b>(\$81,879,059)</b>	<b>(\$412,183,526)</b>	<b>\$2,977,784,991</b>
	<b>Total Operating, Reappropriations, and Federal Funding</b>	<b>\$27,165,244,365</b>	<b>(\$370,462,444)</b>	<b>(\$868,041,762)</b>	<b>\$38,915,365,282</b>

# Section II

FISCAL YEAR 2011  
DEPARTMENTAL BUDGET  
INFORMATION

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2001 – PUBLIC DEBT

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$83,604,814	\$34,891,457	(58.3%)
FED ST	0	0	0.0%
FED	0	0	0.0%
OTHER	<u>8,447,482</u>	<u>13,463,215</u>	<u>59.4%</u>
TOTAL	\$92,052,296	\$48,354,672	(47.5%)

### Major Changes

(\$30,000,000)	General Revenue core reduction to Water Pollution Control Bonds Transfer due to refinancing
(\$27,852,306)	General Revenue core reduction to Third State Building Bonds due to reduction in the debt service
(\$10,000,000)	Fund switch from General Revenue to Wastewater Loan Revolving Fund for Water Pollution Control Bonds

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2002 – DEPT. OF ELEMENTARY AND SECONDARY EDUCATION

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 Final After Veto</u>	<u>Percentage Change</u>
GR	\$2,469,116,803	\$2,720,046,017	10.16%
FED ST	525,241,206	246,557,436	(53.06%)
FED	970,980,627	997,828,378	2.77%
OTHER	<u>1,458,948,085</u>	<u>1,398,673,044</u>	<u>(4.13%)</u>
TOTAL	\$5,424,286,721	\$5,363,104,875	(1.13%)
 F.T.E.	 1,746.21	 1,717.26	 (1.66%)

#### Major Changes

(\$459,413,871)	One-time Federal Budget Stabilization Funds reduced from Foundation Formula
\$242,557,435	One-time Federal Budget Stabilization Funds used for Foundation Formula (to partially replace one-time reduction above, keeps the Formula appropriation at the same level as FY 2010)
\$207,956,436	General Revenue used for Foundation Formula (to partially replace one-time reduction above, keeps the Formula appropriation at the same level as FY 2010)
\$8,900,000	Lottery Proceeds Fund used for Foundation Formula (to partially replace one-time reduction above, keeps the Formula appropriation at the same level as FY 2010)
(\$30,806,130)	Cut to the Foundation – Transportation appropriation (leaves the appropriation \$7,000,000 below the FY 2010 spending authority amount)
(\$17,874,186)	Cut to the Parents As Teachers Program
(\$4,085,000)	Cut to the Virtual Schools Program (leaves \$715,000 of funding for medically fragile students)
(\$682,352)	Cut to the DESE funding GR funding for the Independent Living Centers (represents net GR funding added to the centers' appropriations since FY 2006)
(\$749,173)	Cut to various DESE administrative and operating divisions/sections

(\$456,544) Cut to The Missouri State School for the Blind, due to a policy change at the school that will move certain children to a state school for the severely handicapped

(\$168,000) Cut to the Performance Based Assessments section

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2003 – HIGHER EDUCATION

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 Final After Veto</u>	<u>Percentage Change</u>
GR	\$921,455,668	\$911,637,406	(1.07%)
FED ST	148,346,451	39,952,504	(73.07%)
FED	6,168,003	6,168,003	0.0%
OTHER	<u>232,096,466</u>	<u>273,724,914</u>	<u>17.94%</u>
TOTAL	\$1,308,066,588	\$1,231,482,827	(5.85%)
 F.T.E.	 75.67	 75.67	 0.0%

#### Major Changes

(\$50,057,882)	5.2% cut to the operating appropriations for the public community colleges, technical college and 4-year universities. Maintains the funding level required for no tuition increases
(\$13,000,000)	Cut to the Access Missouri Scholarship Program to match the Governor's FY 2010 withhold on that program
(\$2,900,000)	Cut to the A+ Schools Program, which was transferred into the Department of Higher Education from the Department of Elementary and Secondary Education. Amount represents FY 2010 Governor's withholding.
(\$221,319)	Cut to the UM Telemedicine Program, amount is a total of the Governor's recommended cut plus an additional 10% reduction.
(\$5,930,895)	Cut to MOREnet, amount represents FY 2010 Governor's withholding.
(\$4,070,893)	Cut to the UM Hospitals and Clinics, amount is a total of the Governor's recommended cut plus an additional 10% reduction.
(\$1,148,652)	Cut to the Missouri Rehabilitation Center, amount is a 10% reduction.
(\$1,155,892)	Cut to the Missouri Institute of Mental Health, amount is half of the Governor's recommended core.
(\$884,798)	Cut to the Missouri Kidney Program, amount is a total of the Governor's recommended cut plus an additional 10% reduction.
(\$230,000)	Cut to the State Historical Society, amount is a total of the Governor's recommended cut

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2004 – DEPT. OF REVENUE

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$81,169,861	\$71,461,586	(12.0%)
FED ST	2,571,865	0	(100.0%)
FED	6,669,721	6,865,545	2.9%
OTHER	<u>345,649,948</u>	<u>353,363,570</u>	<u>2.2%</u>
TOTAL	\$436,061,395	\$431,690,701	(1.0%)
F.T.E.	1,461.49	1,423.35	(3.0%)

#### Major Changes

\$8,000,000	Increased funding for Lottery advertising, which is anticipated to generate \$24 million additional funding for education
\$240,000	Increased General Revenue funding for filing of an increased number of liens on citizens that owe taxes to the State
(\$6,540,372)	General Revenue core reduction to Assessment Maintenance, reduces the reimbursement from \$6.00 per parcel to \$4.00 per parcel based on the 2006 parcel count
(\$2,036,682)	General Revenue core reduction to Highway Collections PS & E&E (Governor's FY10 withhold)
(\$500,000)	General Revenue core reduction to Administration Division PS & E&E
(\$402,304)	General Revenue core reduction to Taxation Division PS & E&E (Governor's FY10 withhold)

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2004 – DEPT. OF TRANSPORTATION

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
<b>GR</b>	<b>\$8,292,923</b>	<b>\$15,334,842</b>	<b>84.9%</b>
<b>FED ST</b>	<b>5,500,000</b>	<b>0</b>	<b>(100%)</b>
<b>FED</b>	<b>75,123,802</b>	<b>75,181,950</b>	<b>0.1%</b>
<b>OTHER</b>	<b><u>2,177,329,168</u></b>	<b><u>2,536,127,492</u></b>	<b><u>16.5%</u></b>
<b>TOTAL</b>	<b>\$2,266,245,893</b>	<b>\$2,625,644,284</b>	<b>15.9%</b>
 <b>F.T.E.</b>	 <b>6,616.68</b>	 <b>6,616.68</b>	 <b>0.0%</b>

#### Major Changes

\$478,552,805	Increase to the Construction program from ARRA funding and various other sources
\$153,131,000	Increase to the Construction program from bond proceeds
\$87,216,000	Additional funding needed to cover the increased debt service on bonds outstanding
\$3,000,000	Increased General Revenue funding for KCATA
(\$900,000)	General Revenue core reduction to Amtrak, leaves core funding of \$8,100,000
(\$398,043)	General Revenue core reduction to Missouri Elderly and Handicapped Transportation Assistance, leaves core funding of \$2,468,067



## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2005 – OFFICE OF ADMINISTRATION

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$163,643,426	\$149,923,090	(8%)
FED	79,738,092	72,810,149	(9%)
OTHER	<u>62,231,217</u>	<u>63,880,818</u>	<u>2.7%</u>
TOTAL	\$305,612,735	\$286,614,057	(2.3%)
 F.T.E.	 2,033.32	 2,203.07	 8.3%

#### Major Changes

\$1,489,135	Increase for the Information Technology Services Division to fund ongoing operating expenses associated with the Tax Discovery Compliance Data Software. This is a GR increase to replace one-time Federal Budget Stabilization funds in the FY10 budget.
\$6,242,600	Increase in 195.00 FTE for Facilities Maintenance Design and Construction as a part of additional maintenance consolidation. These FTE (maintenance staff, janitors, etc.) are transferring into OA from DMH and DESE.
(\$9,649,919)	Reduction in debt service requirements.
(\$8,899,013)	Reduction to Information Technology Services Division including the reduction of 20.75 FTE and various travel and supply expenses. The reduction to GR is \$6.6M.
(\$3,559,512)	Reduction to Facilities Maintenance Design and Construction which includes funds for increased costs for fuel & utilities, maintenance and repair to state-owned and institutional facilities and the reduction of 15.00 FTE.
(\$600,000)	Eliminates a proposed increase to fund a Disparity Study to update the MBE/WBE database.
(\$408,933)	Department wide reductions to Expense & Equipment and reduction of 2.5 FTE.
(\$100,000)	Reduces aid to the Regional Planning Commissions

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2005 – EMPLOYEE BENEFITS

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$579,070,313	\$532,813,437	(8.0%)
FED	205,724,256	196,247,991	(4.6%)
OTHER	<u>170,394,165</u>	<u>170,627,563</u>	<u>.1%</u>
TOTAL	\$955,188,734	\$899,688,991	(5.8%)

#### Major Changes

(\$39,130,654)	Reduction in funding for Other Post Employment Benefits which includes payments for pre-funding retiree health care costs (\$26.1M GR reduction).
(\$17,247,008)	Reduction to Employee Benefits associated with reductions in FTE statewide (\$15.4M GR reduction).
(\$16,107,527)	Eliminates the \$35/month state match for the state employee deferred compensation program (\$8.1M GR reduction).
(\$15,522,389)	Reduction associated with potential savings from SB 714 pertaining to modifications to the state retirement plan (\$10.4M GR reduction).
(\$11,940,298)	Reduction to Missouri Consolidated Health Care Plan for savings associated with converting current retirees eligible for Medicare onto the Medicare Advantage Plan (\$8M GR reduction).

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2006 – DEPT. OF AGRICULTURE

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$9,907,564	\$22,847,496	130.6%
FED STAB	37,515,000	N/A	N/A
FED	3,598,225	4,317,568	20.0%
OTHER	<u>14,121,325</u>	<u>14,518,318</u>	<u>2.8%</u>
TOTAL	\$65,142,114	\$41,683,382	(36.0%)
 F.T.E.	 391.06	 393.31	 0.6%

#### Major Changes

\$13,387,500	General Revenue funding for Missouri Qualified Biodiesel Producer Incentive payments
\$327,000	Increased Federal funding and two additional positions to administer the USDA/Forest Service multi-year Emerald Ash Borer (EAB) project to determine the infestation area, monitor, and reduce the spread of this insect
\$203,892	Increased General Revenue funding and two additional veterinarian positions to oversee disease control in traditional and non-traditional animal production
(\$936,347)	General Revenue core reduction for personal service and expense & equipment

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2006 – DEPT. OF NATURAL RESOURCES

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$12,053,568	\$9,038,406	(25.0%)
FED STAB	730,364	N/A	N/A
FED	42,629,014	44,426,749	4.2%
OTHER	<u>262,445,420</u>	<u>256,815,232</u>	<u>(2.1%)</u>
TOTAL	\$317,858,366	\$310,280,387	(2.4%)
 F.T.E.	 1,795.56	 1,782.06	 (0.8%)

#### Major Changes

\$1,322,735	Increased Federal funding and 24 additional positions for the Division of Energy to enhance/improve the state's energy efficiency programs and renewable energy efforts associated with the American Recovery and Reinvestment Act (ARRA)
\$870,786	Increased Federal funding and 16 additional positions for the Water Protection Program to implement new ground and surface water rules issued by the Environmental Protection Agency (EPA)
\$444,636	Increased Federal and Other funding and eight additional positions to administer water infrastructure financial aid, assist communities assess their current and future water needs, and secure water project funding
\$206,276	Increased Other funds and three additional positions to encourage proper tire disposal practices through enhanced inspection and enforcement
\$36,709	Increased General Revenue funding for payment to Corps of Engineers for increased costs to maintain water supply reserves secured by the Clarence Cannon Dam at Mark Twain
(\$1,697,500)	General Revenue transfer core reduction for Historic Preservation Grants (Senate Position)
(\$1,234,106)	General Revenue core reduction for personal services and expense & equipment (Senate Position)

**MAJOR OPERATING BUDGET CHANGES FOR FY 2011**

**HB 2006 – DEPT. OF CONSERVATION**

<b><u>Fund</u></b>	<b><u>FY 2010 Appropriation</u></b>	<b><u>FY 2011 After Veto</u></b>	<b><u>Percentage Change</u></b>
<b>GR</b>	<b>\$0</b>	<b>\$0</b>	<b>0%</b>
<b>FED</b>	<b>0</b>	<b>0</b>	<b>0%</b>
<b>OTHER</b>	<b><u>145,534,841</u></b>	<b><u>145,534,841</u></b>	<b><u>0%</u></b>
<b>TOTAL</b>	<b>\$145,534,841</b>	<b>\$145,534,841</b>	<b>0%</b>
 <b>F.T.E.</b>	 <b>1,843.81</b>	 <b>1,843.81</b>	 <b>0%</b>

**Major Changes**

No changes

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2007 – DEPT. OF ECONOMIC DEVELOPMENT

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$55,133,360	\$38,882,809	(29%)
FED	217,556,791	164,142,199	(25%)
OTHER	<u>65,357,654</u>	<u>53,752,363</u>	<u>(18%)</u>
TOTAL	\$338,047,805	\$256,777,371	(24%)
 F.T.E.	 976.37	 967.37	 (1%)

#### Major Changes

\$500,000	Increase for Entrepreneurship Training Efforts through Missouri Technology Corporation
(\$13,300,000)	Elimination of Life Science Research Grants.
(\$10,237,234)	Core Reduction to the Division of Tourism for various marketing efforts.
(\$4,434,428)	Reduction to Tax Increment Financing (TIF) as a part of a revised estimate.
(\$4,000,000)	Core Reduction to the Missouri Job Development Fund for new and expanding industry job training.
(\$2,416,061)	Reduces the proposed increase for the Missouri Job Development Fund for customized job training.
(\$10,185,000)	Elimination of the GR transfer to the Missouri Arts Council Trust Fund.
(\$1,697,500)	Elimination of the GR transfer to the Missouri Humanities Council Trust Fund.
(\$1,697,500)	Elimination of the GR transfer to the Missouri Public Broadcasting Corporation Special Fund.
(\$3,102,897)	Core Reduction to the Missouri Technology Corporation for funding Innovation Centers, Manufacturing Extension Partnership Program and MOFAST.
(\$125,000)	Reduction to the Missouri Partnership.
(\$478,749)	Reduction of 9 FTE in the Division of Business & Community Services and Department Administration and various Expense & Equipment reductions

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2007 – DEPT. OF LABOR & INDUSTRIAL RELATIONS

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$2,254,942	\$1,982,423	(12%)
FED	47,167,731	47,950,558	2%
OTHER	<u>81,555,533</u>	<u>62,508,565</u>	<u>(23%)</u>
TOTAL	\$130,978,206	\$112,441,546	(14%)
 F.T.E.	 831.86	 827.86	 (0.0%)

#### Major Changes

(\$19,215,416)	Reduction to the Second Injury Fund payment for claims (new total \$47,359,511 with no E on the appropriation). The new number is based on projected surcharge tax collections in FY11.
(\$240,315)	Reduction of Administration Department Wide including the reduction of 4.00 FTE
(\$174,999)	Reduce the increase for the Line of Duty Compensation to \$1E. Currently, no claims have been filed for compensation through the Line of Duty Compensation.

**MAJOR OPERATING BUDGET CHANGES FOR FY 2011**

**HB 2007 – DEPT. OF INSURANCE, FINANCIAL INSTITUTIONS  
& PROFESSIONAL REGISTRATION**

<b><u>Fund</u></b>	<b><u>FY 2010 Appropriation</u></b>	<b><u>FY 2011 After Veto</u></b>	<b><u>Percentage Change</u></b>
<b>GR</b>	<b>\$0</b>	<b>\$0</b>	<b>0%</b>
<b>FED</b>	<b>700,000</b>	<b>1,700,000</b>	<b>143%</b>
<b>OTHER</b>	<b><u>35,958,839</u></b>	<b><u>36,439,040</u></b>	<b><u>1.3%</u></b>
<b>TOTAL</b>	<b><u>\$36,658,839</u></b>	<b><u>\$38,139,040</u></b>	<b><u>4%</u></b>
 <b>F.T.E.</b>	 <b>545.15</b>	 <b>550.15</b>	 <b>1%</b>

**Major Changes**

\$1,000,000	Increase for a Federal Grant to fund a program regarding patient safety
\$601,253	Increase in administration including 5 FTE for State Board of Embalmers and Funeral Directors to implement Senate Bill 1 (2009). The increase in administration is for investigations and audits of preneed providers and sellers.



## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2008 – DEPT. OF PUBLIC SAFETY

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 TAFP</u>	<u>Percentage Change</u>
GR	\$66,264,818	\$54,268,676	(18%)
FED STAB	1,074,325	N/A	N/A
FED	130,479,901	113,090,687	(13%)
OTHER	<u>313,895,137</u>	<u>356,463,182</u>	<u>13%</u>
TOTAL	\$511,714,181	\$523,822,545	2.4%
 F.T.E.	 5,033	 4,974	 (1.1%)

#### Major Changes

\$23,251,052	Highway fund money for the Highway Patrol portion of the interoperability communications system.
\$6,000,000	Fund switching general revenue with Veterans Homes fund for the Missouri Veterans Homes.
(\$518,024)	Core reduction to Water Patrol personal services and (14) FTE. Part of this cut is due to phase 1 of the proposed FY 11 merge with the Highway Patrol.
(\$1,360,997)	Core reductions to expense and equipment purchases throughout the department.
(\$1,152,866)	Core reduction to Alcohol and Tobacco Control personal services and (28) FTE. Part of this cut is due to proposed FY 11 merge with the Department of Revenue.
(\$1,155,768)	Core reductions to personal services and (30) FTE reduced throughout the department.
(\$1,273,460)	Core reduction to the Highway Patrol Enforcement personal services.

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2009 – DEPT. OF CORRECTIONS

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 TAFP</u>	<u>Percentage Change</u>
GR	\$604,146,521	\$593,435,940	(1.8%)
FED STAB	\$750,000	N/A	N/A
FED	\$6,841,995	10,434,834	53%
OTHER	<u>52,824,936</u>	<u>56,163,438</u>	<u>6.3%</u>
TOTAL	\$664,563,452	\$660,034,212	(1.1%)
 F.T.E.	 11,323	 11,151	 (1.5%)

#### Major Changes

\$ 7,512,409	Core increase to offender healthcare due to contract rate increase from \$11.63 to \$12.16 per offender per day. Also due to a projected population increase from 30,698 to 31,140 in FY 11.
\$3,000,000	Fund switch GR with Working Capitol Revolving funds to fund a portion of the Institutional E&E pool.
\$750,000	Fund switch GR with Inmate Revolving funds to fund a portion of the Community Supervision Centers expense and equipment costs.
\$178,000	General Revenue funding for a Kansas City Re-entry program.
(\$750,000)	Core reduction of one-time federal budget stabilization funds for the St. Louis Re-entry pilot project.
(\$928,575)	Core reduction to personal services and (12) FTE throughout the divisions.
(\$5,000,000)	Core reduction to reimbursements to counties taking the daily reimbursement rate from \$22 per day to \$19.58 per offender per day.
(\$5,105,242)	Core reduction to institutional personal services statewide and (113) FTE.
(\$8,605,759)	Core reduction to expense and equipment throughout the department.

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2010 – DEPT. OF MENTAL HEALTH

<b><u>Fund</u></b>	<b><u>FY 2010 Appropriation</u></b>	<b><u>FY 2011 After Veto</u></b>	<b>Percentage</b>
<b>GR</b>	<b>\$ 594,823,914</b>	<b>\$575,426,388</b>	<b>(3.3%)</b>
<b>FED STAB</b>	<b>5,891,995</b>		<b>(100.0%)</b>
<b>FED</b>	<b>568,563,321</b>	<b>578,775,972</b>	<b>1.8%</b>
<b>OTHER</b>	<b><u>42,271,054</u></b>	<b><u>44,827,524</u></b>	<b><u>6.0%</u></b>
<b>TOTAL</b>	<b>\$1,211,550,284</b>	<b>\$1,199,029,884</b>	<b>(1.0%)</b>
 <b>F.T.E.</b>	 <b>8,291.79</b>	 <b>7,873.94</b>	 <b>(5.0%)</b>

### Major Changes

\$15,408,092	General Revenue and Federal funding for Caseload Growth – Medicaid population; ADA Treatment (GR \$163,370; FED \$285,387); CPS Adult Community (GR \$969,509; FED \$1,651,310); CPS Youth Community (GR \$319,364; FED \$541,631) DD Community Programs (GR \$4,157,073; FED \$7,320,448)
\$1,745,892	Federal funding for DD Pool, Nevada Habilitation Center, and Southeast MO Residential Services (SEMORS) to begin process of converting to state operated waiver group homes
\$700,000	Fund switch Healthcare Technology Fund for General Revenue for the Mental Health MOHealthNet Technology Partnership
\$400,000	General Revenue funding for a DD community provider
\$350,000	General Revenue fund switch to Federal funding to begin process of converting Bellefontaine Habilitation Center to a state operated waiver group home
(\$5,108,647)	General Revenue reduction for CPS Adult Community Treatment services for non-Medicaid population
(\$3,064,948)	General Revenue reduction to DD Community Programs for non-Medicaid population
(\$2,274,932)	General Revenue reduction for CPS Youth Community Program services for non-Medicaid population
(\$2,165,746)	General Revenue reduction to ADA Treatment for the non-Medicaid population
(\$1,685,531)	General Revenue reduction to Overtime across all facilities from eliminating three holidays

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2010 – DEPT. OF MENTAL HEALTH

#### Major Changes (Continued)

(\$1,657,455)	General Revenue reduction to DD Pool, Nevada Habilitation Center, and Southeast MO Residential Services (SEMORS) to begin process of converting to state operated waiver group homes
(\$1,483,189)	General Revenue reduction department wide in PS and E&E or amount of FY 2010 withhold
(\$1,288,913)	General Revenue reduction to the DD Pool to transition clients from Habilitation centers to the community
(\$1,256,253)	General Revenue reduction to Metro St. Louis Psychiatric Rehabilitation Center for a ward closure due to budget restrictions
(\$1,018,125)	General Revenue reduction to Fulton State Hospital to begin the process of downsizing Fulton State Hospital and closing acute care beds across the state (PS \$924,958 32.25 FTE; E&E \$93,167)
(\$860,000)	General Revenue reduction for Community Support staff 22.00 FTE (case managers in the Regional Offices)
(\$806,885)	General Revenue reductions in PS, E&E, and community services to Division of CPS psychiatric facilities (\$169,618), Division of DD habilitation centers (\$551,086) and Regional Offices (\$86,181)
(\$466,186)	General Revenue reduction to Center for Behavioral Medicine for a ward closure due to budget restrictions

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2010 – DEPT. OF HEALTH AND SENIOR SERVICES

<b><u>Fund</u></b>	<b><u>FY 2010 Appropriation</u></b>	<b><u>FY 2011 After Veto</u></b>	<b><u>Percentage Change</u></b>
<b>GR</b>	<b>\$247,247,017</b>	<b>\$247,405,720</b>	<b>0.6%</b>
<b>FED STAB</b>	<b>2,027,500</b>		<b>(100%)</b>
<b>FED</b>	<b>619,002,497</b>	<b>647,854,155</b>	<b>4.6%</b>
<b>OTHER</b>	<b><u>24,275,597</u></b>	<b><u>25,644,597</u></b>	<b><u>5.6%</u></b>
<b>TOTAL</b>	<b>\$892,552,611</b>	<b>\$920,904,472</b>	<b>3.2%</b>
 <b>F.T.E.</b>	 <b>1,893.77</b>	 <b>1,833.65</b>	 <b>(3.2%)</b>

#### **Major Changes**

\$45,437,043	General Revenue and Federal funding for Medicaid Home and Community Based Services Cost-to-Continue (General Revenue \$16,541,356; FED \$28,895,687)
\$1,000,000	Fund switch Health Initiatives Fund from PRIMO to General Revenue in Division of Community and Public Health program operations
\$743,000	General Revenue reduction by amount of new decision item from MO Public Health Services Fund in Genetics program
\$526,000	Fund switch Health Initiatives Fund from School Health Grants to General Revenue in Division of Community and Public Health program operations
(\$6,412,000)	General Revenue reduction to non-Medicaid Home and Community Based Services
(\$2,300,175)	General Revenue reduction department wide to PS and E&E or amount of FY 2010 withhold
(\$1,423,666)	Reduction to AAA Contracts; amount of the Gov withhold
(\$802,706)	General Revenue and Federal reduction to Division of Senior and Disability Services PS (General Revenue \$371,462 11.00 FTE; FED \$431,244 13.00 FTE)
(\$507,963)	General Revenue reduction to Division of Community and Public Health program contracts
(\$501,221)	General Revenue reduction to Division of Regulation & Licensure program operations
(\$389,564)	General Revenue reduction to Alzheimer's Grants
(\$338,510)	General Revenue reduction to Office of Minority Health programs
(\$220,401)	General Revenue reduction to State Public Health Lab

**MAJOR OPERATING BUDGET CHANGES FOR FY 2011**

**HB 2010 – DEPT. OF HEALTH AND SENIOR SERVICES**

**Major Changes (continued)**

(\$190,000)	General Revenue reduction by anticipated lapse amount for Alternatives to Abortion program
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## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2011 – DEPT. OF SOCIAL SERVICES

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$1,516,013,903	\$1,458,352,466	(3.8%)
FED STAB	2,587,000	N/A	N/A
FED	3,998,634,263	4,011,581,216	0.3%
OTHER	<u>1,945,406,004</u>	<u>2,186,658,673</u>	<u>12.4%</u>
TOTAL	\$7,462,641,670	\$7,656,592,355	2.6%
 F.T.E.	 8,093.20	 7,759.68	 (4.1%)

#### Major Changes

\$228,531,269	Increased funding for Medicaid cost-to-continue to maintain current program levels (GR \$74,484,726; FED \$147,597,076 and OTHER \$6,449,467)
\$97,263,971	Increased funding for anticipated Medicaid caseload growth (GR \$30,602,676; FED \$66,179,938 and OTHER \$481,357)
\$44,208,303	Increased funding for the change in the Federal Medical Assistance Percentage (FMAP) rate (GR \$44,020,052 and FED \$188,251)
\$41,088,509	Increased funding for the Medicaid pharmacy program due to the cost of new drugs, therapies, and inflation (Inflation cost projected at 3%) (GR \$3,357,127; FED \$26,005,126 and OTHER \$11,726,256)
\$21,748,045	Increased funding for Medicare Part A & B premium payments (GR \$7,918,579 and FED \$13,829,466)
\$7,443,750	Fund switch for Medicaid Managed Care program due to the expiration of the Medicaid Managed Care provider tax (OTHER funds)
\$1,596,420	Increased funding of \$35 per month for the Blind Pension monthly cash assistance payment (OTHER funds)
\$1,454,720	Increased funding to continue FY 2010 diaper allowance and clothing allowance (FED funds)
\$220,621	Increased funding for the Hospice Reimbursement Rate (GR \$79,831 and FED \$140,790)
(\$57,439,000)	General Revenue core reduction for Medicare Part D Clawback payment due to change in Federal Medical Assistance Percentage (FMAP) rate

## **MAJOR OPERATING BUDGET CHANGES FOR FY 2011**

### **HB 2011 – DEPT. OF SOCIAL SERVICES**

#### **Major Changes (continued)**

(\$36,800,000)	General Revenue reduction for Hospital services due to a change in the trend factor and outpatient and inpatient reimbursement rates
(\$35,000,082)	Decreased funding for the State Children's Health Insurance Program (CHIP) as a result of projected lapse in current FY 2010 budget (GR \$8,919,771 and FED \$26,080,311)
(\$32,962,505)	Decreased funding for the Nursing Facilities Program due to change in copayment and coinsurance for Medicare Part A claims (GR \$12,000,000 and FED \$20,962,505) (Governor cost containment measure)
(\$13,653,550)	Decreased funding for Medicaid services due to reduction in Medicaid reimbursement rates to 90% of Medicare (GR \$4,970,575 and FED \$8,682,975) (Governor cost containment measure)
(\$10,000,000)	General Revenue reduction for Managed Care program due to change in capitated monthly reimbursement rate
(\$5,000,000)	General Revenue reduction for the Pharmacy program – replace funding with Life Science Research Trust Fund
(\$5,477,206)	General Revenue personal services and expense & equipment core reduction – department wide



## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2012 – JUDICIARY

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 Final After Veto</u>	<u>Percentage Change</u>
GR	\$162,749,121	\$169,074,144	3.89%
FED ST	6,747,949	0	(100.00%)
FED	10,408,187	10,408,187	0.0%
OTHER	<u>10,292,941</u>	<u>10,292,942</u>	<u>0.0%</u>
TOTAL	\$190,198,198	\$189,775,273	(0.22%)
 F.T.E.	 3,406.05	 3,406.05	 0.0%

### Major Issues

\$6,325,023	One-time FY 2010 Federal Budget Stabilization funding fund switched to General Revenue
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## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2012 – OFFICE OF THE PUBLIC DEFENDER

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 Final After Veto</u>	<u>Percentage Change</u>
GR	\$34,207,100	\$34,707,100	1.46%
FED ST	0	0	0.0%
FED	125,000	125,000	0.0%
OTHER	<u>2,980,263</u>	<u>2,980,263</u>	<u>0.00%</u>
TOTAL	\$37,312,363	\$37,812,363	1.34%
 F.T.E.	 572.13	 572.13	 0.0%

#### Major Changes

\$500,000      Increased funding for caseload management

# **MAJOR OPERATING BUDGET CHANGES FOR FY 2011**

## **HB 2012 – STATEWIDE ELECTED OFFICIALS**

<b><u>Fund</u></b>	<b><u>FY 2010 Appropriation</u></b>	<b><u>FY 2011 After Veto</u></b>	<b><u>Percentage Change</u></b>
<b>GR</b>	<b>\$48,189,352</b>	<b>\$45,840,381</b>	<b>(4.9%)</b>
<b>FED ST</b>	<b>1,100,000</b>	<b>0</b>	<b>(100%)</b>
<b>FED</b>	<b>23,621,404</b>	<b>22,484,598</b>	<b>(4.8%)</b>
<b>OTHER</b>	<b><u>45,554,692</u></b>	<b><u>43,993,721</u></b>	<b><u>(3.4%)</u></b>
<b>TOTAL</b>	<b>\$118,465,448</b>	<b>\$112,318,700</b>	<b>(5.2%)</b>
 <b>F.T.E.</b>	 <b>987.02</b>	 <b>992.02</b>	 <b>0.5%</b>

### **Major Changes**

(\$1,697,500)	Core reduction to the Secretary of State for the Library Networking GR transfer (Athletes & Entertainers Transfer)
(\$630,116)	5% core reduction to the Attorney General
(\$488,630)	5% core reduction to the Secretary of State
(\$400,455)	Core reduction to the Secretary of State for State Aid to Public Libraries
(\$337,420)	5% core reduction to the State Auditor
(\$300,000)	Core reduction to the Lieutenant Governor for the Veterans Remembrance Project
(\$97,520)	5% core reduction to the Governor
(\$22,000)	Core reduction to the Treasurer
(\$17,330)	5% core reduction to the Lieutenant Governor

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2012 – GENERAL ASSEMBLY

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$34,373,472	\$33,213,211	(3.4%)
FED ST	344,597	0	N/A
FED	0	0	0.0%
OTHER	<u>292,255</u>	<u>292,255</u>	<u>0.0%</u>
TOTAL	\$35,010,324	\$33,505,466	(4.3%)
 F.T.E.	 711.34	 688.17	 (3.3%)

#### Major Changes

\$150,000	Increase for Senate redistricting expenses
(\$547,354)	5% core reduction to the House
(\$477,379)	5% core reduction to the Senate
(\$344,597)	General Revenue core reduction for the elimination of the payment of dues
(\$242,535)	Elimination of the Legislative Budget Office
(\$30,220)	5% core reduction to the Joint Committees of the General Assembly

## MAJOR OPERATING BUDGET CHANGES FOR FY 2011

### HB 2013 –REAL ESTATE

<u>Fund</u>	<u>FY 2010 Appropriation</u>	<u>FY 2011 After Veto</u>	<u>Percentage Change</u>
GR	\$108,829,275	\$112,267,504	3.1%
FED	23,507,968	23,195,547	(1.3%)
OTHER	<u>13,099,626</u>	<u>12,931,904</u>	<u>(1.3%)</u>
TOTAL	\$145,436,869	\$148,394,955	(2.0%)

### Major Changes

\$9,873,580	Additional maintenance consolidation from DMH and DESE into Facilities Maintenance Design & Construction as a part of the overall maintenance consolidation (\$9.7M GR increase). This is a transfer in from DMH and DESE.
\$962,267	Provides for the increased costs of additional fuel & utilities for leased, state-owned and institutional facilities (Federal and Other funds).
\$771,645	Provides for the increase costs for projected shortfalls for leased, state-owned, and institutional facilities (Federal and Other funds).
\$2,045,227	Provides for the increase for fringes (\$1.7M GR increase).
(\$10,363,886)	Reduction associated with lapsed funds in FY10 and a 5% reduction to leased, state-owned, and institutional facilities (\$8.4M GR reduction).

# Section III

MISSOURI  
STATE  
FINANCES

# MO STATE EXPENDITURES FY 2001 to FY 2010

DEPARTMENT	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
<b>Public Debt</b>										
GR	\$100,246,281	\$98,871,530	\$44,656,216	\$68,827,494	\$100,301,314	\$68,207,584	\$93,583,360	\$86,184,780	\$86,364,184	\$ 80,520,878
FED	-	-	-	-	-	-	-	-	-	-
FED Stab	-	-	-	-	-	-	-	-	-	-
OTH	-	-	-	987,647	980,106	980,825	970,932	6,022,007	7,905,575	8,181,550
<b>TOTAL</b>	<b>\$100,246,281</b>	<b>\$98,871,530</b>	<b>\$44,656,216</b>	<b>\$69,815,141</b>	<b>\$101,281,420</b>	<b>\$69,188,409</b>	<b>\$94,554,292</b>	<b>\$92,206,787</b>	<b>\$94,269,759</b>	<b>\$88,702,428</b>
<b>DESE</b>										
GR	\$2,373,336,192	\$2,440,192,352	\$2,323,936,885	\$2,447,249,919	\$2,568,539,993	\$2,564,869,759	\$2,790,215,650	\$2,863,156,687	\$3,017,346,002	\$2,554,445,355
FED	536,552,395	648,557,824	725,455,637	786,607,097	865,603,835	851,869,621	832,328,755	848,306,738	888,305,923	886,431,127
FED Stab	-	-	-	-	-	-	-	-	-	492,367,662
OTH	1,149,018,443	1,174,458,519	1,314,484,978	1,163,312,699	1,201,276,384	1,334,292,956	1,333,736,613	1,403,773,780	1,321,018,688	1,294,772,491
<b>TOTAL</b>	<b>\$4,058,907,030</b>	<b>\$4,263,208,695</b>	<b>\$4,363,877,500</b>	<b>\$4,397,169,715</b>	<b>\$4,635,420,212</b>	<b>\$4,751,032,336</b>	<b>\$4,956,281,018</b>	<b>\$5,115,237,205</b>	<b>\$5,226,670,613</b>	<b>\$5,228,016,635</b>
<b>Higher Education</b>										
GR	\$925,407,395	\$798,708,350	\$819,136,439	\$815,064,751	\$834,519,478	\$831,264,897	\$871,081,458	\$910,107,089	\$995,568,860	\$865,827,465
FED	2,000,327	2,742,744	3,450,213	2,570,995	3,708,882	2,661,494	2,639,890	2,524,573	3,221,433	4,041,870
FED Stab	-	-	-	-	-	-	-	-	-	141,950,288
OTH	131,538,824	144,377,849	163,422,403	135,883,629	148,923,952	169,475,019	196,234,027	212,266,303	222,285,476	232,719,568
<b>TOTAL</b>	<b>\$1,058,946,546</b>	<b>\$945,828,943</b>	<b>\$986,009,055</b>	<b>\$953,519,375</b>	<b>\$987,152,312</b>	<b>\$1,003,401,410</b>	<b>\$1,069,955,375</b>	<b>\$1,124,897,965</b>	<b>\$1,221,075,769</b>	<b>\$1,244,539,191</b>
<b>Revenue(Net Refunds)</b>										
GR	\$72,496,737	\$68,850,579	\$66,216,732	\$69,387,674	\$76,582,278	\$90,046,098	\$87,807,232	\$86,524,673	\$84,233,523	\$70,882,549
FED	151,563	89,357	836,166	5,771,302	6,322,475	5,012,820	3,577,818	4,080,483	3,674,829	3,330,445
FED Stab	-	-	-	-	-	-	-	-	-	5,462,769
OTH	317,307,045	333,721,110	352,197,778	378,884,088	357,773,217	353,684,526	349,609,811	364,980,831	349,947,127	360,749,104
<b>TOTAL</b>	<b>\$389,955,345</b>	<b>\$402,661,046</b>	<b>\$419,250,676</b>	<b>\$454,043,064</b>	<b>\$440,677,970</b>	<b>\$448,743,444</b>	<b>\$440,994,861</b>	<b>\$455,585,987</b>	<b>\$437,855,479</b>	<b>\$440,424,867</b>
<b>Transportation</b>										
GR	\$16,483,238	\$16,482,799	\$10,385,355	\$11,304,721	\$11,759,808	\$11,476,821	\$11,668,541	\$12,371,541	\$12,511,456	\$6,306,017
FED	27,917,595	22,584,007	29,251,978	43,116,626	51,989,494	67,253,324	83,547,114	63,773,263	75,460,687	93,366,444
FED Stab	-	-	-	-	-	-	-	-	-	5,500,000
OTH	1,445,101,154	1,755,033,311	1,780,374,816	1,772,888,104	1,687,609,010	2,015,926,284	2,252,176,163	2,123,962,331	2,342,079,428	2,452,288,722
<b>TOTAL</b>	<b>\$1,489,501,987</b>	<b>\$1,794,100,117</b>	<b>\$1,820,012,149</b>	<b>\$1,827,309,451</b>	<b>\$1,751,358,312</b>	<b>\$2,094,656,429</b>	<b>\$2,347,391,818</b>	<b>\$2,200,107,135</b>	<b>\$2,430,051,571</b>	<b>\$2,557,461,183</b>
<b>Office of Admin *</b>										
GR	\$504,047,658	\$537,111,294	\$136,087,137	\$151,352,958	\$166,602,191	\$162,794,441	\$188,554,486	\$168,383,623	\$187,345,669	\$160,016,427
FED	100,004,219	135,032,446	4,602,910	4,147,741	6,366,349	6,226,469	60,412,291	60,988,134	65,776,479	55,567,315
FED Stab	-	-	-	-	-	-	-	-	-	7,266,853
OTH	115,911,958	113,137,159	37,883,011	32,015,575	8,183,529	14,985,535	38,369,528	44,970,162	59,360,275	65,552,078
<b>TOTAL</b>	<b>\$719,963,835</b>	<b>\$785,280,899</b>	<b>\$178,573,058</b>	<b>\$187,516,274</b>	<b>\$181,152,069</b>	<b>\$184,006,445</b>	<b>\$287,336,305</b>	<b>\$274,341,919</b>	<b>\$312,482,423</b>	<b>\$288,402,673</b>

\*-Prior to FY 2003, actual employee benefit costs were included in OA

# MO STATE EXPENDITURES

## FY 2001 to FY 2010

DEPARTMENT	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
<b>Employee Benefits</b>										
GR	-	-	\$398,562,945	\$424,157,043	\$455,603,218	\$476,514,858	\$506,122,241	\$507,588,215	\$531,421,848	\$544,305,488
FED	-	-	103,166,248	106,421,828	129,439,286	134,752,988	143,621,317	139,003,523	142,995,920	175,041,383
FED Stab	-	-	-	-	-	-	-	-	-	3,866,033
OTH	-	-	101,673,617	106,800,434	129,106,401	122,647,377	135,224,953	139,558,969	144,848,848	153,445,115
TOTAL	\$0	\$0	\$603,402,810	\$637,379,305	\$714,148,905	\$733,915,223	\$784,968,511	\$786,150,707	\$819,266,616	\$876,658,019
<b>Agriculture</b>										
GR	\$13,346,489	\$12,832,632	\$13,139,227	\$12,968,647	\$14,530,608	\$16,252,834	\$26,835,405	\$36,421,911	\$44,132,894	\$9,180,831
FED	799,298	912,034	1,367,803	2,107,012	1,962,335	1,864,911	4,941,471	2,031,585	1,866,279	2,415,135
FED Stab	-	-	-	-	-	-	-	-	-	30,411,080
OTH	9,159,086	11,589,032	10,585,908	10,619,032	9,837,002	10,470,071	10,903,802	10,515,030	10,489,092	9,967,390
TOTAL	\$23,304,873	\$25,333,698	\$25,092,938	\$25,694,691	\$26,329,945	\$28,587,816	\$42,680,678	\$48,968,526	\$56,488,265	\$51,974,436
<b>Natural Resources</b>										
GR	\$17,848,487	\$12,200,719	\$10,530,395	\$8,595,916	\$7,815,188	\$6,378,607	\$9,734,552	\$11,742,801	\$13,012,877	\$9,537,018
FED	25,360,220	30,329,285	31,802,494	31,827,742	33,258,642	34,327,818	32,044,849	30,905,237	34,242,849	31,358,152
FED Stab	-	-	-	-	-	-	-	-	-	-
OTH	113,959,498	122,041,229	121,582,383	155,985,145	276,974,388	266,639,064	253,762,915	212,350,583	310,453,378	203,229,594
TOTAL	\$157,168,205	\$164,571,233	\$163,915,272	\$196,408,803	\$318,048,218	\$307,345,489	\$295,542,316	\$254,998,621	\$357,709,104	\$244,124,764
<b>Conservation</b>										
GR	-	-	-	-	-	-	-	-	-	-
FED	-	-	-	-	-	-	-	-	-	-
FED Stab	-	-	-	-	-	-	-	-	-	-
OTH	\$110,625,250	\$109,881,228	\$114,705,274	\$121,157,301	\$121,944,528	\$127,567,790	\$129,029,169	\$139,052,809	\$132,541,287	\$145,534,841
TOTAL	\$110,625,250	\$109,881,228	\$114,705,274	\$121,157,301	\$121,944,528	\$127,567,790	\$129,029,169	\$139,052,809	\$132,541,287	\$145,534,841
<b>Economic Dev</b>										
GR	\$63,834,967	\$41,533,514	\$38,480,160	\$37,004,001	\$39,291,273	\$34,752,844	\$42,824,008	\$57,922,016	\$57,094,015	\$31,192,285
FED	103,517,728	121,262,370	112,649,078	128,514,544	153,300,568	133,858,300	134,272,418	136,268,982	140,241,150	158,468,807
FED Stab	-	-	-	-	-	-	-	-	-	14,515,374
OTH	52,260,744	52,876,917	51,007,757	48,125,571	48,187,648	30,734,654	31,119,914	39,024,169	57,250,209	33,619,707
TOTAL	\$219,613,439	\$215,672,801	\$202,136,995	\$213,644,116	\$240,779,489	\$199,345,798	\$208,216,340	\$233,215,167	\$254,585,374	\$237,796,173
<b>Insurance</b>										
GR	-	-	-	-	-	-	-	-	-	-
FED	\$357,316	\$400,000	\$312,958	\$272,210	\$439,248	\$558,594	\$600,000	\$692,650	\$1,090,562	\$996,159
FED Stab	-	-	-	-	-	-	-	-	-	-
OTH	12,070,445	12,678,606	12,569,585	11,984,680	11,933,207	28,107,710	28,405,456	29,206,845	29,365,262	29,991,079
TOTAL	\$12,427,761	\$13,078,606	\$12,882,543	\$12,256,890	\$12,372,455	\$28,666,304	\$29,005,456	\$29,899,495	\$30,455,824	\$30,987,238

\*-Prior to FY 2003, actual employee benefit costs were included in OA



# MO STATE EXPENDITURES FY 2001 to FY 2010

DEPARTMENT	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
<b>Labor</b>										
GR	\$4,927,603	\$3,805,756	\$3,516,405	\$2,958,825	\$2,518,257	\$2,404,167	\$2,354,887	\$2,481,196	\$2,371,808	\$2,038,100
FED	45,661,804	50,178,908	40,184,791	42,273,080	43,253,253	42,974,397	37,994,248	44,112,195	32,356,369	39,188,333
FED Stab	-	-	-	-	-	-	-	-	-	-
OTH	53,371,955	65,692,539	71,586,562	83,821,878	96,800,155	95,779,788	98,468,162	88,966,042	82,217,019	53,801,536
TOTAL	\$103,961,362	\$119,677,203	\$115,287,758	\$129,053,783	\$142,571,665	\$141,158,352	\$138,817,297	\$135,559,433	\$116,945,196	\$95,027,969
<b>Public Safety</b>										
GR	\$48,871,907	\$42,235,016	\$43,899,204	\$42,252,445	\$43,654,130	\$69,367,711	\$63,648,693	\$75,463,330	\$83,739,018	\$59,620,063
FED	57,710,500	82,496,343	130,897,118	98,628,735	102,993,602	115,599,813	170,013,548	202,664,289	196,295,070	225,848,119
FED Stab	-	-	-	-	-	-	-	-	-	1,854,526
OTH	178,751,849	194,898,678	184,485,866	197,435,108	227,699,250	224,594,129	245,104,279	260,752,349	273,654,503	278,507,329
TOTAL	\$285,334,256	\$319,630,037	\$359,282,188	\$338,316,288	\$374,346,982	\$409,561,653	\$478,766,520	\$538,879,968	\$553,688,591	\$565,830,037
<b>Corrections</b>										
GR	\$419,775,315	\$460,224,624	\$480,879,881	\$492,485,349	\$508,151,066	\$506,016,408	\$555,309,382	\$554,717,423	\$586,923,288	\$576,372,859
FED	4,434,593	6,724,334	4,519,330	4,784,942	4,730,775	4,479,859	5,154,850	5,562,860	4,763,648	3,180,893
FED Stab	-	-	-	-	-	-	-	-	-	695,520
OTH	30,919,178	25,212,615	31,046,560	30,671,383	30,611,250	27,645,437	32,444,590	37,221,577	42,426,136	38,590,431
TOTAL	\$455,129,086	\$492,161,573	\$516,445,771	\$527,941,674	\$543,493,091	\$538,141,704	\$592,908,822	\$597,501,860	\$634,113,072	\$618,839,703
<b>Mental Health</b>										
GR	\$529,475,432	\$534,022,440	\$505,786,104	\$502,633,401	\$512,762,733	\$524,314,568	\$554,971,665	\$586,151,801	\$605,649,896	\$572,325,127
FED	78,366,142	88,000,066	101,986,367	323,198,393	350,620,718	405,125,432	421,254,035	451,624,580	493,242,634	568,818,994
FED Stab	-	-	-	-	-	-	-	-	-	7,266,807
OTH	19,662,106	22,179,561	35,398,047	31,975,608	36,275,528	33,434,220	34,769,599	34,389,473	40,408,421	34,260,043
TOTAL	\$627,503,680	\$644,202,067	\$643,170,518	\$857,807,402	\$899,658,979	\$962,874,220	\$1,010,995,299	\$1,072,165,854	\$1,139,300,951	\$1,182,670,971
<b>Health</b>										
GR	\$92,030,539	\$86,776,357	\$79,042,857	\$72,120,587	\$69,755,302	\$205,719,205	\$229,934,701	\$228,999,445	\$248,628,623	\$235,377,590
FED	231,519,879	247,408,847	259,181,362	276,725,979	291,842,477	511,193,034	511,750,459	552,870,721	612,679,775	672,546,894
FED Stab	-	-	-	-	-	-	-	-	-	21,615,888
OTH	15,407,000	17,610,959	28,748,897	33,482,411	34,214,460	27,180,129	18,301,404	19,886,754	23,801,178	21,698,294
TOTAL	\$338,957,418	\$351,796,163	\$366,973,116	\$382,328,977	\$395,812,239	\$744,092,368	\$759,986,564	\$801,756,920	\$885,109,576	\$951,238,666
<b>Social Services</b>										
GR	\$1,076,524,476	\$1,170,247,366	\$1,106,405,491	\$1,205,302,334	\$1,440,510,824	\$1,252,305,354	\$1,381,363,389	\$1,424,702,451	\$1,433,790,546	\$1,372,999,748
FED	3,436,133,135	3,790,476,524	4,038,881,105	4,020,462,595	3,367,567,010	3,092,663,992	2,820,930,372	3,023,290,964	3,530,536,160	3,863,082,596
FED Stab	-	-	-	-	-	-	-	-	-	70,704,787
OTH	408,030,999	593,695,913	504,009,545	435,263,276	1,508,821,674	1,641,279,745	1,585,997,969	1,760,015,509	1,945,510,674	1,980,142,473
TOTAL	\$4,920,688,610	\$5,554,419,803	\$5,649,296,141	\$5,661,028,205	\$6,316,899,508	\$5,986,249,091	\$5,788,291,730	\$6,208,008,924	\$6,909,837,380	\$7,286,929,604

\*-Prior to FY 2003, actual employee benefit costs were included in OA

# MO STATE EXPENDITURES

## FY 2001 to FY 2010

DEPARTMENT	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
<b>Elected Officials</b>										
GR	\$45,530,594	\$42,284,419	\$42,611,552	\$40,522,104	\$44,503,179	\$47,950,908	\$52,230,989	\$53,129,921	\$54,299,806	\$50,303,822
FED	3,660,740	4,145,744	4,560,587	5,381,990	15,404,560	30,621,697	27,185,013	10,384,178	10,737,073	9,919,560
FED Stab	-	-	-	-	-	-	-	-	-	965,005
OTH	20,370,519	24,895,222	27,579,683	30,216,809	31,122,470	36,753,686	37,170,425	49,623,091	43,052,392	49,370,237
TOTAL	\$69,561,853	\$71,325,385	\$74,751,822	\$76,120,903	\$91,030,209	\$115,326,291	\$116,586,427	\$113,137,190	\$108,089,271	\$110,558,624
<b>Judiciary</b>										
GR	\$143,690,464	\$140,517,393	\$139,003,782	\$136,982,040	\$140,697,623	\$140,269,453	\$155,399,840	\$163,977,569	\$166,217,860	\$158,983,384
FED	5,217,333	3,660,881	4,950,075	6,186,858	5,531,703	8,385,862	5,712,966	6,351,553	5,672,637	3,703,911
FED Stab	-	-	-	-	-	-	-	-	-	6,633,935
OTH	2,955,854	5,195,533	5,122,784	5,740,709	8,393,255	8,817,536	10,401,884	11,284,461	12,505,336	13,794,938
TOTAL	\$151,863,651	\$149,373,807	\$149,076,641	\$148,909,607	\$154,622,581	\$157,472,851	\$171,514,690	\$181,613,583	\$184,395,833	\$183,116,168
<b>Public Defender</b>										
GR	\$26,920,525	\$28,503,733	\$28,837,478	\$27,818,869	\$28,461,895	\$28,462,879	\$30,749,791	\$32,826,287	\$33,998,192	\$34,207,096
FED	-	-	-	-	0	0	0	39,000	30,906	0
FED Stab	-	-	-	-	-	-	-	-	-	-
OTH	1,129,452	752,435	1,193,698	1,141,187	1,712,172	1,205,707	2,231,421	1,731,364	1,686,240	1,340,716
TOTAL	\$28,049,977	\$29,256,168	\$30,031,176	\$28,960,056	\$30,174,067	\$29,668,586	\$32,981,212	\$34,596,651	\$35,715,338	\$35,547,812
<b>General Assembly</b>										
GR	\$32,457,072	\$31,218,745	\$30,933,643	\$29,444,024	\$29,369,558	\$29,812,209	\$31,323,031	\$31,465,100	\$32,533,823	\$33,307,423
FED	-	-	-	-	-	-	-	-	-	-
FED Stab	-	-	-	-	-	-	-	-	-	334,797
OTH	210,929	129,984	52,716	86,281	88,402	149,144	147,111	167,067	194,274	157,550
TOTAL	\$32,668,001	\$31,348,729	\$30,986,359	\$29,530,305	\$29,457,960	\$29,961,353	\$31,470,142	\$31,632,167	\$32,728,097	\$33,799,770
<b>Statewide Real Estate</b>										
GR	\$22,953,326	\$23,308,688	\$27,135,310	\$25,084,261	\$23,852,224	\$35,506,075	\$40,810,895	\$102,766,528	\$102,891,031	\$102,583,968
FED	13,326,581	14,030,835	13,595,954	13,043,365	13,343,549	12,716,059	18,416,684	22,817,572	21,680,977	20,716,806
FED Stab	-	-	-	-	-	-	-	-	-	-
OTH	5,183,930	5,336,171	5,533,626	5,268,817	5,422,252	4,634,290	8,797,420	12,559,209	12,194,567	12,606,024
TOTAL	\$41,463,837	\$42,675,694	\$46,264,890	\$43,396,443	\$42,618,025	\$52,856,424	\$68,024,999	\$138,143,309	\$136,766,575	\$135,906,798
<b>Total Operating</b>										
GR	\$6,530,204,697	\$6,589,928,306	\$6,349,183,198	\$6,623,517,363	\$7,119,782,140	\$7,104,687,680	\$7,726,524,196	\$7,997,084,387	\$8,380,075,219	\$7,530,333,493
FED	4,672,691,368	5,249,032,549	5,611,652,174	5,902,043,034	5,447,678,761	5,462,146,484	5,316,398,098	5,608,293,080	6,264,871,360	6,818,022,943
FED Stab	-	-	-	-	-	-	-	-	-	811,411,324
OTH	4,192,946,218	4,785,394,570	4,955,245,494	4,793,747,372	5,983,890,240	6,576,985,622	6,833,377,547	7,002,280,715	7,465,195,385	7,458,891,954
TOTAL	\$15,395,842,283	\$16,624,355,425	\$16,916,080,866	\$17,319,307,769	\$18,551,351,141	\$19,143,819,786	\$19,876,299,841	\$20,607,658,182	\$22,110,141,964	\$22,618,659,714

\*-Prior to FY 2003, actual employee benefit costs were included in OA

CAPITAL IMPROVEMENTS APPROPRIATIONS HISTORY: FY 1979 - FY 2011												
Appropriation for Maintenance & New Construction					Maintenance by Fund Source				New Construction by Fund Source			
Fiscal Year	Maintenance & Repair	New Construction	ADA* Capital Improve.	Total Capital Improve.	General Revenue	Third State Building Fund	Fourth State Building Fund	Other	General Revenue	Third State Building Fund	Fourth State Building Fund	Other
1979	15,538,125	76,579,632	n/a	92,117,757	0	0	n/a	15,538,125	10,445,061	0	n/a	66,134,571
1980 <sup>1</sup>	17,606,024	130,285,841	n/a	147,891,865	0	0	n/a	17,606,024	61,921,671	0	n/a	68,364,170
1981	22,024,178	81,625,521	n/a	103,649,699	18,260,317	0	n/a	3,763,861	9,401,778	0	n/a	72,223,743
1982	11,555,707	34,835,838	n/a	46,391,545	4,961,672	0	n/a	6,594,035	100,000	0	n/a	34,735,838
1983 <sup>2</sup>	44,659,002	98,517,599	n/a	143,176,601	15,426,524	27,000,000	n/a	2,232,478	8,156,418	48,000,000	n/a	42,361,181
1984 <sup>3</sup>	70,938,900	7,500,000	n/a	78,438,900	1,667,467	42,500,000	n/a	26,771,433	0	7,500,000	n/a	0
1985	37,019,100	167,922,758	n/a	204,941,858	0	37,019,100	n/a	0	2,482,192	41,000,000	n/a	124,440,566
1986	102,612,563	436,706,962	n/a	539,319,525	19,290,089	80,000,000	n/a	3,322,474	68,273,684	320,000,000	n/a	48,433,278
1987	32,420,658	93,887,074	n/a	126,307,732	29,040,358	650,000	n/a	2,730,300	26,946,874	0	n/a	66,940,200
1988	36,762,491	74,438,519	n/a	111,201,010	3,201,891	29,750,000	n/a	3,810,600	12,184,480	5,250,000	n/a	57,004,039
1989	25,029,217	98,045,830	n/a	123,075,047	7,271,317	11,050,000	n/a	6,707,900	30,411,575	0	n/a	67,634,255
1990	25,438,134	75,556,935	n/a	100,995,069	13,360,320	8,095,900	n/a	3,981,914	12,410,583	3,863,776	n/a	59,282,576
1991	20,559,118	51,615,393	n/a	72,174,511	8,783,287	9,174,488	n/a	2,601,343	2,613,165	4,029,944	n/a	44,972,284
1992	6,077,412	51,026,239	n/a	57,103,651	102,000	4,278,421	n/a	1,696,991	5,842,469	1,678,665	n/a	43,505,105
1993	13,451,045	101,518,881	n/a	114,969,926	7,223,888	1,487,500	n/a	4,739,657	56,772,257	262,500	n/a	44,484,124
1994	15,105,914	69,432,398	38,507,704	123,046,016	5,323,903	0	n/a	9,782,011	17,790,470	0	n/a	51,641,928
1995	21,062,406	391,155,679	n/a	412,218,085	13,486,681	1,004,084	n/a	6,571,641	6,243,178	994,836	250,000,000	133,917,665
1996-97 <sup>4</sup>	45,979,315	363,397,366	n/a	409,376,681	33,338,894	0	0	12,640,421	192,356,673	0	0	171,040,693
1997	0	362,195,578	n/a	362,195,578	0	0	0	0	326,671,012	0	0	35,524,566
1998-99	60,158,925	490,660,340	1,124,000	551,943,265	26,146,444	1,402,500	0	32,609,981	247,900,896	247,500	4,150,000	239,485,944
1999	0	185,866,273	n/a	185,866,273	0	0	0	0	148,596,895	0	0	37,269,378
2000-01	59,269,229	485,464,477	2,000,951	546,734,657	2,677,106	0	0	56,592,123	90,851,785	0	11,824,800	384,788,843
2001	0	161,449,378	0	161,449,378	0	0	0	0	155,259,154	0	0	6,190,224
2002-03	89,978,254	74,532,065	0	164,510,319	70,311,606	0	0	19,666,648	6,916,295	0	0	67,615,770
2003	0	5,807,645	0	5,807,645	0	0	0	0	0	0	0	5,807,645
2004-05	133,537,022	223,559,884	0	357,096,906	83,800,084	0	0	49,736,938	1,000	0	0	223,558,884
2005	0	3,625,045	0	3,625,045	0	0	0	0	625,044	0	0	3,000,001
2006-07	112,893,818	182,986,121	0	295,879,939	81,086,755	0	0	31,807,063	13,700,525	0	0	169,285,596
2007	0	151,211,197	0	151,211,197	0	0	0	0	11,595,722	0	0	139,615,475
2008-09 <sup>5</sup>	168,279,686	501,337,252	0	669,616,938	147,368,879	0	0	20,910,807	79,128,831	0	0	422,208,421
2010-11 <sup>6</sup>	143,258,838	258,338,126	0	401,596,964	107,832,197	0	0	35,426,641	880,417	0	0	257,457,709

<sup>1</sup> FY 1980 includes \$49,150,000 for Truman State Office Building vetoed by the Governor (veto overridden).

<sup>2</sup> FY 1983 includes appropriations from the 1983 Special Session.

<sup>3</sup> FY 1984 includes appropriations from the 1984 Special Session.

<sup>4</sup> FY 1996 biennial appropriations implemented.

<sup>5</sup> Also includes FY 2007 Supplemental HB 16 for \$289,129,000 for Capital Improvement projects for higher education institutions and community colleges, and FY 2008 Supplemental HB 2019 LCDI projects for \$46,182,000; HB 2020 all funds for \$16,556,575; HB 2021 for \$10,000,000 for Conservation Commission; and FY 2009 HB 2023 all funds \$139,469,677.

<sup>6</sup> A total of \$202,513,059 of the Other is Federal Budget Stabilization funds.

## CONSENSUS STATE REVENUE ESTIMATE & RECEIPTS

### FY 2008 thru FY 2011

The consensus revenue estimate calculated by the Office of Administration and the General Assembly attempts to provide an accurate revenue forecast for the upcoming fiscal year, based upon projections of both the national and state economic conditions and trends. The revenue estimate is one of the first areas that is analyzed before the state budget is formulated and is usually finalized in the December preceding the next fiscal year.

#### CONSENSUS REVENUE ESTIMATE FOR FISCAL YEARS 2010 & 2011 (Millions \$)

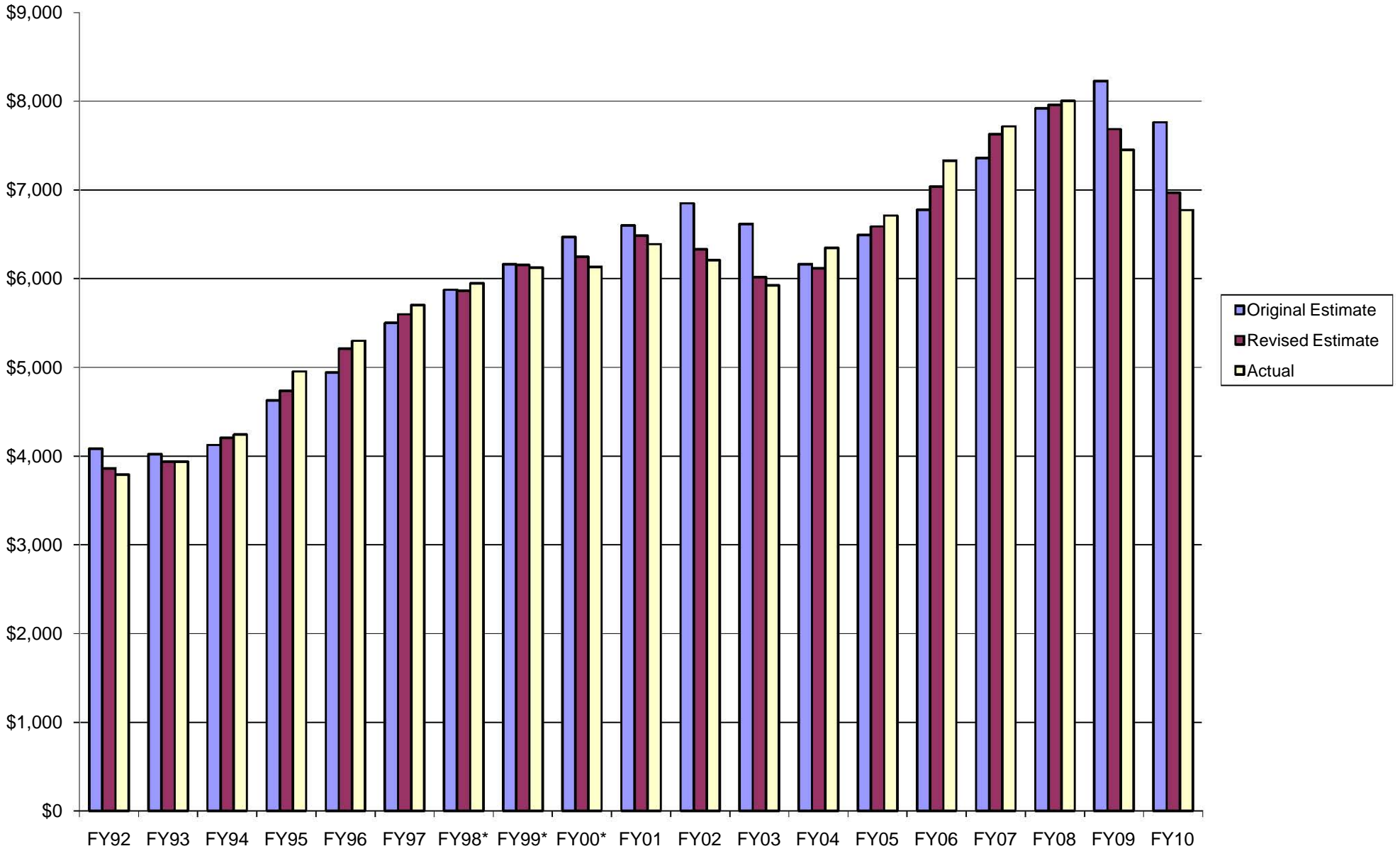
	Original Estimate FY 2010	Revised Estimate FY 2010	Original Estimate FY 2011	FY 2010 Est. vs FY 2009 Rev. Est. % Change
<b>GENERAL REVENUE:</b>				
Sales & Use Tax	\$1,929.2	\$1,784.3	\$1,830.7	2.6%
Individual Income Tax	6,131.2	5,638.6	5,840.5	3.6%
Corporate Income/Franchise Tax	542.0	480.4	524.0	9.1%
County Foreign Insurance Tax	222.0	208.0	215.0	3.4%
Liquor Taxes and Licenses	27.0	27.9	29.0	3.9%
Beer Taxes and Licenses	8.5	8.6	9.0	4.7%
Inheritance/Estate Tax	0.0	0.1	0.0	-100.0%
Interest	34.0	12.0	14.0	16.7%
Federal Reimbursements	79.2	72.0	55.0	-23.6%
Other Sources	147.2	150.0	140.0	-6.7%
<b>TOTAL GENERAL REVENUE</b>	<b>9,120.3</b>	<b>8,381.9</b>	<b>8,657.2</b>	<b>3.3%</b>
*Less Refunds	(1,356.0)	(1,411.0)	(1,434.0)	1.6%
<b>NET BASE GENERAL REVENUE</b>	<b>7,764.3</b>	<b>6,970.9</b>	<b>7,223.2</b>	<b>3.6%</b>

#### GENERAL REVENUE RECEIPTS FOR FISCAL YEAR 2007, 2008 & 2009 (Millions \$)

	Receipts FY 2008	Receipts FY 2009	Receipts FY 2010	FY 2010 vs. FY 2009 % Change
<b>GENERAL REVENUE:</b>				
Sales & Use Tax	\$2,000.5	\$1,883.7	\$1,791.7	-4.9%
Individual Income Tax	6,110.2	5,935.2	5,483.9	-7.6%
Corporate Income/Franchise Tax	613.5	528.3	502.2	-4.9%
County Foreign Insurance Tax	209.6	203.8	194.2	-4.7%
Liquor Taxes and Licenses	26.1	26.9	27.9	3.9%
Beer Taxes and Licenses	8.5	8.9	8.3	-6.4%
Inheritance/Estate Tax	3.5	3.1	0.3	-91.4%
Interest	63.6	32.7	12.3	-62.3%
Federal Reimbursements	78.2	114.0	62.7	-45.0%
Other Sources	148.6	155.2	160.1	3.2%
<b>TOTAL GENERAL REVENUE</b>	<b>9,262.3</b>	<b>8,891.7</b>	<b>8,243.6</b>	<b>-7.3%</b>
*Less Refunds	(1,258.4)	(1,440.9)	(1,469.2)	2.0%
<b>NET BASE GENERAL REVENUE</b>	<b>8,003.9</b>	<b>7,450.8</b>	<b>6,774.3</b>	<b>-9.1%</b>

\* Per section 136.035, RSMo, the Department of Revenue will pay refunds on any overpayment or erroneous payment of tax that the state collects. This includes, but may not be limited to, refund claims for senior citizens, sales, income, withholding, corporate, and other refunds.

# Comparison of the Consensus Revenue Estimate to Actual Collections Fiscal Year 1992 - 2010 (Millions \$)



\* In FY98, FY99, FY00, & FY08 the General Assembly passed tax cuts after the original estimate was completed.

## **State of Missouri**

### **Bonded Indebtedness**

The General Assembly is authorized by constitutional and statutory provisions to authorize the issuance of debt for various purposes. The Board of Fund Commissioners and the Board of Public Buildings are responsible for managing the state's issuance of general obligation instruments and revenue bonds, respectively. In addition, the General Assembly has created several financing authorities responsible for raising capital via debt issuance for specific purposes.

#### **General Obligation Bonds**

General obligation bonds are secured by a pledge of the full faith, credit and resources of the State. The principal and interest amounts are transferred one year in advance from the General Revenue Fund to the debt service funds from which principal and interest payments are made. Four types of general obligation bonds are currently authorized and outstanding.

##### **Water Pollution Control (WPC) Bonds**

The Board of Fund Commissioners is authorized by constitutional amendment to issue Water Pollution Control general obligation bonds. The constitutional limit on WPC bonds is \$725 million (Article III, § 37(b), 37(c), 37(e), Missouri Constitution). These bonds are issued, upon approval of the General Assembly, to provide funds for State use to protect the environment through the control of water pollution. The principal and interest on these bonds are paid from moneys transferred from the General Revenue Fund and the Water and Wastewater Loan Revolving Fund to the Water Pollution Control Bond and Interest Fund. The Board began issuing Water Pollution Control Bonds in 1972.

##### **Third State Building (TSB) Bonds**

The Board of Fund Commissioners is authorized by constitutional amendment to issue Third State Building general obligation bonds. The constitutional limit on TSB bonds is \$600 million (Article III, § 37(d), Missouri Constitution). These bonds are issued, upon approval of the General Assembly, to provide funds for improvements of State buildings and property. The principal and interest on these bonds are paid from moneys transferred from the General Revenue Fund to the Third State Building Bond Interest and Sinking Fund. The Board began issuing Third State Building Bonds in 1983 and issued the final series in 1987 as required by constitutional amendment.

##### **Fourth State Building (FSB) Bonds**

The Board of Fund Commissioners is authorized by constitutional amendment to issue Fourth State Building general obligation bonds. The constitutional limit on FSB bonds is \$250 million (Article III, § 37 (f), Missouri Constitution). These bonds are issued, upon approval of the General Assembly, to provide funds for improvements of buildings and property of higher education institutions, the Department of Corrections, and the Division of Youth Services. The principal and interest on these bonds are paid from moneys transferred from the General Revenue Fund to the Fourth State Building Bond and Interest Fund. The Board began issuing Fourth State Building Bonds in 1995. There is no remaining amount of authorization to be issued for the Fourth State Building Bonds.

## **Stormwater Control Bonds**

The Board of Fund Commissioners is authorized by constitutional amendment to issue Stormwater Control general obligation bonds. The constitutional limit on SWB bonds is \$200 million (Article III, § 37(h), Missouri Constitution). These bonds are issued, upon approval of the General Assembly, to provide funds for State use to protect the environment through the control of storm waters. The principal and interest on these bonds are paid from moneys transferred from the General Revenue Fund to the Stormwater Control Bond and Interest Fund.

## **Revenue Bonds**

Upon approval of the General Assembly, the Board of Public Buildings is authorized to issue revenue bonds for state building projects to house state agencies. The total statutorily authorized issuance amount is \$945,000,000. The Department of Natural Resources (DNR) is also authorized to issue revenue bonds with the General Assembly's approval. DNR uses revenue bond proceeds for the acquisition and/or development of park facilities.

Revenue bonds are secured by revenues generated from the projects they finance and are not backed by the full faith and credit of the state. Section 8.420, RSMo, limits revenue bond issuance by the Board of Public Buildings to \$825 million. Sections 253.210-253.280, RSMo, limit revenue bonds issued by DNR to \$5,167,000 for state parks.

Both the Board of Public Buildings and DNR are allowed by statute to issue bonds for the purpose of refunding outstanding issues. As with general obligation bonds, revenue bonds are refunded when lower rates of interest are available.

## **Other Debt Issuances**

### **Regional Convention and Sports Complex Authority**

On August 15, 1991, the St. Louis Regional Convention and Sports Complex Authority issued \$132,910,000 of Convention and Sports Facility Project bonds for the eastern expansion of the existing Cervantes Convention Center in St. Louis. These bonds are limited obligations of the Authority and do not constitute a pledge of the full faith and credit of the state. However, under a financing agreement dated August 1, 1991, appropriations are made from General Revenue to pay the principal and interest due each year. The Regional Convention and Sports Complex Authority issued \$121,705,000 of Convention and Sports Facility Refunding Bonds in December 1993 and issued \$116,030,000 of Convention and Sports Facility Project and Refunding Bonds Series A 2003 on August 1, 2003. Payments are to conclude in fiscal year 2022. Annual appropriation is \$2,000,000.

### **Kansas City & Jackson County Convention Center**

Section 67.641 RSMo establishes appropriations up to \$2,000,000 annually to be paid from the state general revenue fund to each convention and sports complex fund created pursuant to Section 67.639. In fiscal year 1991 the Kansas City Convention Center (Bartle Hall) began receiving \$2,000,000 annually from the State. Payments will continue until fiscal year 2015. In fiscal year 1991 Jackson County Convention Center (Kauffman/Arrowhead Stadium) began

receiving \$2,000,000. In fiscal year 1997 the amount was increased to \$3,000,000 and will continue until fiscal year 2015.

### **Health and Educational Facilities Authority – UMC Arena Bonds**

On November 1, 2001, the Missouri Health and Education Facilities Authority (MOHEFA) issued \$35,000,000 of Educational Facilities Revenue Bonds Series 2001 to finance the University of Missouri – Columbia (UMC) Arena Project. The State's debt service payments began in fiscal year 2005 when the first principal payment was due. Interest amounts due prior to fiscal year 2005 were paid from interest capitalized from the bond proceeds. Payments will continue until fiscal year 2022.

### **Conservation Commission**

On December 15, 2002, the Conservation Commission sold Certificates of Participation (Conservation Commission Project) Series 2002 in the amount of \$4,700,000 to lease/purchase the Conservation Campus in Cape Girardeau from the county. The state's obligation under the certificates of participation does not constitute a general obligation or other indebtedness of the state. The certificates of participation represent proportionate ownership interests of the certificate holders in a lease agreement. The certificates do not constitute a pledge of the full faith and credit of the State.

### **Lease/Purchase Agreements**

On March 1, 2005, the State issued Refunding Certificates of Participation Series A 2005 in the amount of \$120,490,000. The Refunding Certificates of Participation refunded \$13,945,000 of Missouri Public Facilities Corporation Certificates of Participation (Acute Care Psychiatric Hospital Project) Series A 1994; \$13,400,000 of Missouri Public Facilities Corporation Certificates of Participation (Psychiatric Rehabilitation Center Project) Series A 1995; \$9,915,000 of Northwest Missouri Public Facilities Corporation Certificates of Participation (Northwest Missouri Psychiatric Rehabilitation Center Project) Series B 1995; and \$83,480,000 of Missouri Public Facilities Corporation II Certificates of Participation (Bonne Terre Prison Project) Series A 1999.

The State's obligation under the lease does not constitute a general obligation or other indebtedness of the State. The certification of participation represents proportionate ownership interests of the certificate holders in the lease agreement. The certificates do not constitute a pledge of the full faith and credit of the State. Payments under the lease agreement have been structured in amounts sufficient to pay principal and interest on the certificate, and are subject to appropriation by the State legislature.

### **Missouri Development Finance Board**

On November 1, 2005 the Missouri Development Finance Board issued Missouri Development Finance Board Leasehold Revenue Bonds Series 2005 in the amount of \$28,995,000. The Board issued the bonds to finance the purchase of three buildings in St. Louis (Florissant, St. Louis, and Jennings). The Board additionally issued \$9,865,000 of Leasehold Revenue Bonds Series 2006 on May 1, 2006 for the purchase of a building in St. Louis. The State has entered into a lease with the Board.



### **Guaranteed Energy Savings Contracts**

The State of Missouri, Office of Administration, Division of Facilities Management Design and Construction (FMDC) has entered into various Guaranteed Energy Saving Contract (ESCO) leases as part of a master lease agreement. RSMo 8.235.4 allows the Office of Administration to use the master lease for guaranteed energy cost savings contracts. FMDC has utilized this authority to produce energy savings, reduce consumption, reduce pollution, and increase productivity at facilities around the state. These projects have been financed for a period of 15 years at fixed interest rates ranging between 2.20% and 4.03%. The state issued financing in the amount of \$69,643,282 with a final maturity date of May 1, 2024.

### **Missouri Highways and Transportation Commission**

The Missouri Highways and Transportation Commission, authorized by the State Highway Act, issues bonds for the purpose of providing funds to finance project costs for highway construction and repairs for the State Highway System. The principal and interest of the State Road Bonds are payable solely from the State Road Fund's revenues as provided in the Missouri Constitution. The following State Road Bonds were issued by the MO Highways and Transportation Commission:

- In December 2000, Series A 2000 State Road Bonds was issued for \$250,000,000.
- In October 2001, Series A 2001 State Road Bonds was issued for \$200,000,000.
- In June 2002, Series A 2002 State Road Bonds was issued for \$203,000,000.
- In November 2003, Series A 2003 State Road Bonds was issued for \$254,000,000.
- In July 2005, Series A 2005 First Lien State Road Bonds was issued for \$278,660,000.
- In July 2005, Series B 2005 Third Lien State Road Bonds was issued for \$72,000,000.
- In August 2006, Series A 2006 First Lien State Road Bonds was issued for \$296,670,000.
- In August 2006, Series B 2006 First Lien State Road Bonds was issued for \$503,330,000.
- In December 2006, Series 2006 Senior Lien Refunding State Road Bonds was issued for \$394,870,000. This refunded: \$135,980,000 of Series A 2000; \$105,075,000 of Series A 2001; \$109,165,000 of Series A 2002; and \$57,390,000 of Series A 2003.
- In September 2007, Series 2007 Second Lien State Road Bonds was issued for \$526,800,000.
- In November 2008, Series A 2008 Federal Reimbursement State Road Fund Bonds was issued for \$142,735,000.
- In September 2009, Series A 2009 Tax Exempt Federal Reimbursement State Road Bonds was issued for \$195,625,000.
- In September 2009, Series B 2009 (Build America) Taxable Reimbursement State Road Bonds was issued for \$404,375,000.
- In November 2009, Series C 2009 Third Lien State (Build America) Road Bonds was issued for \$300,000,000.
- In March 2010, Series A 2010 Tax Exempt Federal Reimbursement State Road Bonds was issued for \$128,865,000.
- In March 2010, Series B 2010 Taxable Federal Reimbursement (Build America) State was issued for \$56,135,000.

STATE OF MISSOURI					
SUMMARY OF STATE INDEBTEDNESS					
As of July 1, 2010					
			Principal		
			Outstanding		
Series			July 1, 2010		
General Obligation Bonds			\$528,910,000		
Revenue Bonds			592,155,000		
Other Appropriation Debt/Payments *			296,069,760		
Transportation Debt/Payments			3,352,640,000		
Totals Including Refunding Issues			\$4,769,774,760		
SUMMARY OF ANNUAL DEBT SERVICE					
As of July 1, 2010					
	General		Other Approp.	Transportation	
Fiscal	Obligation	Revenue	Debt/	Debt	
Year	Bonds	Bonds	Payments	Payments	Total
2011	92,032,288.78	51,651,906.27	40,261,859.21	271,436,856.83	455,382,911.09
2012	78,334,663.78	51,366,143.77	40,305,405.84	287,949,797.68	457,956,011.07
2013	69,437,513.78	50,942,128.14	39,652,739.23	291,820,068.44	451,852,449.59
2014	61,901,126.90	48,502,181.26	39,640,531.69	292,326,907.94	442,370,747.79
2015	62,173,225.02	48,254,981.26	39,639,485.44	292,876,457.44	442,944,149.16
2016	59,199,181.27	48,012,531.26	32,823,090.38	285,553,657.44	425,588,460.35
2017	57,812,093.77	47,800,206.26	29,913,739.07	304,650,674.44	440,176,713.54
2018	32,760,387.52	47,735,056.26	29,904,915.42	304,653,531.52	415,053,890.72
2019	30,093,731.27	47,644,237.52	29,899,841.59	304,472,948.92	412,110,759.30
2020	27,900,025.02	47,498,943.76	20,994,160.65	304,669,657.22	401,062,786.65
2021	19,935,000.02	47,395,068.76	20,713,459.77	283,312,381.78	371,355,910.33
2022	19,925,796.89	47,305,493.76	15,232,854.68	266,813,778.32	349,277,923.65
2023	8,382,831.26	47,298,725.01	5,642,231.13	252,192,887.56	313,516,674.96
2024	8,392,868.76	47,257,500.01	3,227,844.54	232,413,640.08	291,291,853.39
2025	8,396,618.76	47,262,050.01	2,572,886.26	232,424,765.46	290,656,320.49
2026	8,076,650.01	47,288,956.26	2,568,986.26	210,631,931.32	268,566,523.85
2027	5,663,868.76	34,944,143.76	2,563,855.01	90,621,661.12	133,793,528.65
2028	5,363,618.76	34,871,409.38	2,569,233.13	73,786,634.30	116,590,895.57
2029	3,338,168.76	34,835,681.25	2,565,864.38	73,796,854.90	114,536,569.29
2030	3,337,956.26	8,027,000.00	2,567,639.38	44,764,987.74	58,697,583.38
2031	3,341,893.76	8,004,656.25	2,563,627.50	44,771,449.88	58,681,627.39
2032	3,337,809.38	8,001,062.50	0.00	44,773,893.40	56,112,765.28
2033	3,335,387.50	0.00	0.00	44,780,725.62	48,116,113.12
	\$672,472,705.99	\$901,900,062.71	\$405,824,250.56	\$4,835,496,149.35	\$6,815,693,168.61
*Note: The Other Appropriation Debt does not include refunding series.					

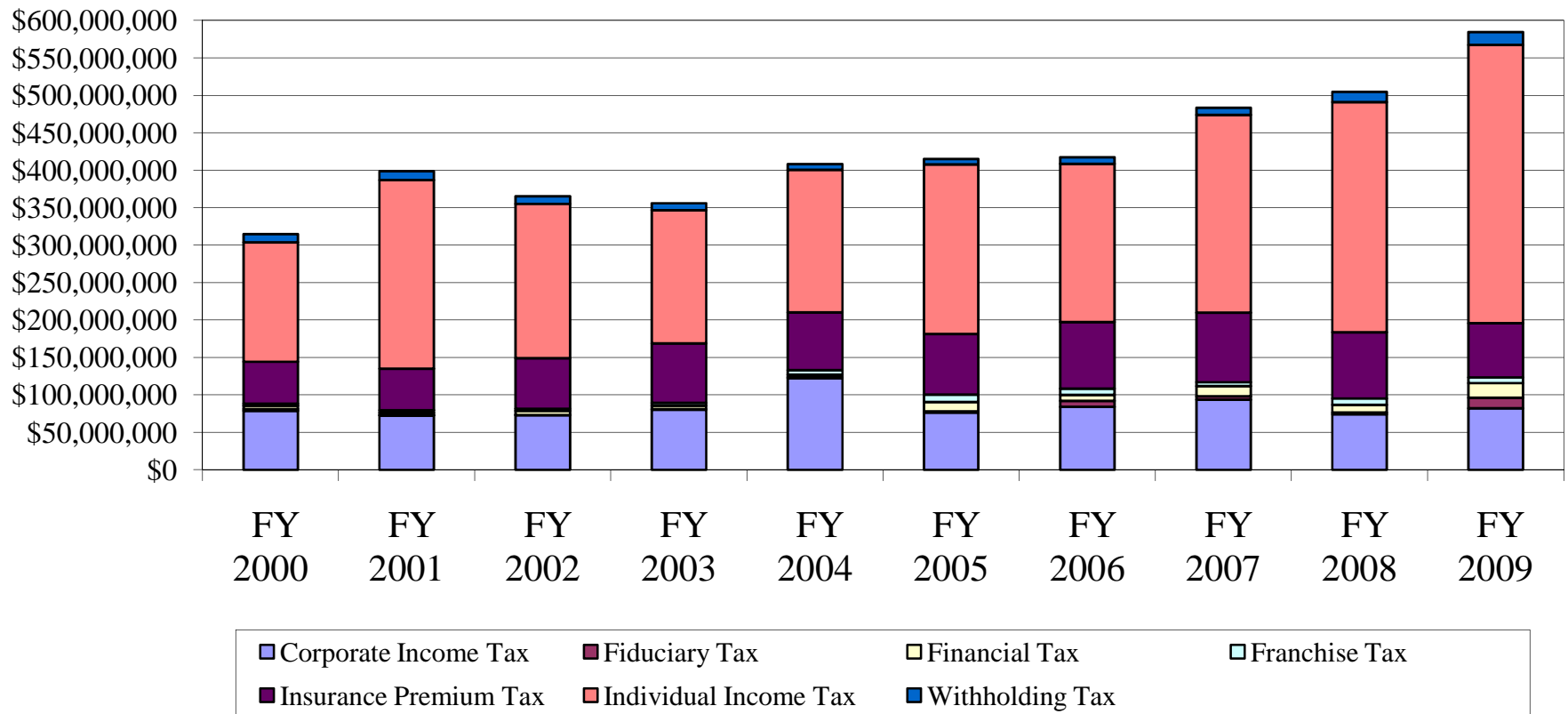
**TAX CREDIT ANALYSIS - Redeemed Tax Credits**  
**Fiscal Impact to Treasury for Fiscal Year Ending June 30, 2010**

Fiscal Year Comparison

	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
<b><u>Tax Credits Redeemed by Tax Category</u></b>								
Corporate Income Tax	80,484,555	122,546,225	76,625,132	84,110,594	93,829,032	74,244,632	82,058,299	58,148,043
Fiduciary Tax	644,933	1,425,487	1,461,890	8,165,222	4,390,264	2,177,180	14,056,143	6,705,331
Financial Tax	4,406,851	3,244,932	12,577,271	7,990,333	13,699,903	10,418,773	19,623,205	7,507,234
Franchise Tax	3,657,601	6,010,883	9,998,466	8,425,771	5,107,483	8,583,678	7,843,289	8,902,430
Insurance Premiums Tax	79,613,541	77,081,548	80,497,660	88,587,262	92,621,409	88,163,176	72,205,475	89,190,112
Individual Income Tax	178,008,175	190,265,386	226,898,202	211,466,404	264,447,141	307,377,134	371,344,423	329,316,858
Withholding Tax	9,139,913	7,696,571	6,847,304	8,654,772	9,205,740	13,838,522	17,593,227	21,779,339
	355,955,569	408,271,030	414,905,925	417,400,358	483,300,973	504,803,096	584,724,061	521,549,347
<b><u>Tax Credits Redeemed by Major Tax Credit</u></b>								
Senior Citizen Circuit Breaker	97,180,378	95,237,314	99,101,427	96,090,703	93,118,747	100,164,994	118,573,853	118,594,589
Historic Preservation	40,505,696	61,584,966	74,532,355	103,134,226	132,841,728	140,111,002	186,426,164	106,064,200

<b><u>Increases/Decreases - FY 2009 to FY 2010</u></b>	<b><u>FY 2009</u></b>	<b><u>FY 2010</u></b>	<b><u>% Inc/Dec</u></b>
Historic Preservation (Individual, Corporate & Other)	186,426,164	108,064,200	-42.03%
Senior Citizen Circuit Breaker (Individual)	118,573,853	118,594,589	0.02%
Infrastructure Development (Individual, Corporate, & Other)	26,916,508	13,970,215	-48.10%
Business Use Incentives for Large Scale Development (Build) (Ind, Corp & Oth	7,074,994	8,306,413	17.41%
Certified Capital Co. (CAPCO) - (Corporate/Insurance)	4,754,869	495,459	-89.58%
Neighborhood Assistance (Individual, Corporate & Other)	13,202,082	10,065,992	-23.75%
Neighborhood Preservation (Individual, Corporate & Other)	5,176,659	6,739,123	30.18%
Rebuilding Communities (Individual, Corporate & Other)	1,548,622	1,553,894	0.34%
Low Income Housing (Individual, Corporate & Other)	105,967,104	142,141,458	34.14%
Remediation Tax Credit (Individual, Corporate & Other)	29,194,784	17,590,273	-39.75%
Missouri Quality Jobs Tax Credit (Individual, Corporate & Other)	6,203,572	14,238,179	129.52%
Retained Jobs Tax Credit (Individual, Corporate & Other)	9,992,850	8,145,996	-18.48%
Affordable Housing Tax Credit (Individual, Corporate & Other)	9,917,951	11,647,956	17.44%

### Tax Credit Impact on Treasury



## **GAMING & GAMING COMMISSION REVENUE**

Senate Bill 10 & 11 (86<sup>th</sup> General Assembly, 1<sup>st</sup> Regular Session, 1994) created the Missouri Gaming Commission, which became responsible for the licensing and regulation of excursion gambling boats throughout the state. After June 30, 1994, this act also provided for the transfer of responsibilities of licensing and regulation of bingo activities to the Gaming Commission.

Revenues generated from the gaming industry provide for the operation of the Missouri Gaming Commission (§ 313.835 RSMo), as well as providing a portion of the funding for education throughout the state (§ 313.835 RSMo; Article IV, Section 15, Missouri Constitution). The following information outlines how gaming revenues are divided between the State Education Fund and the Gaming Commission.

### **Gaming Revenue in Missouri**

The following summarizes how the funding mechanism allocates dollars to both the operation of the Gaming Commission and to the State Education Fund.

- There is a \$2 boarding fee, paid either by the gambler or the casino, of which \$1 supports the operation of the Gaming Commission and the other \$1 goes to the local government.
- 79% of the gamblers' losses goes to the boat, while 2.1% goes to the local government. The remaining 18.9% (Gaming Tax) is allocated to the Classroom Trust Fund for education.

### **Contribution of Gaming Proceeds (21% tax) to Education**

	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011 (estimated)</b>
Gaming Revenue	\$1,667,081,742	\$1,748,263,923	\$1,784,977,465
Gaming Proceeds to Education	\$316,745,531	\$334,471,239	\$356,995,493

**Appropriations of Gaming Commission Fund Revenues (\$1 boarding fee) \*\***

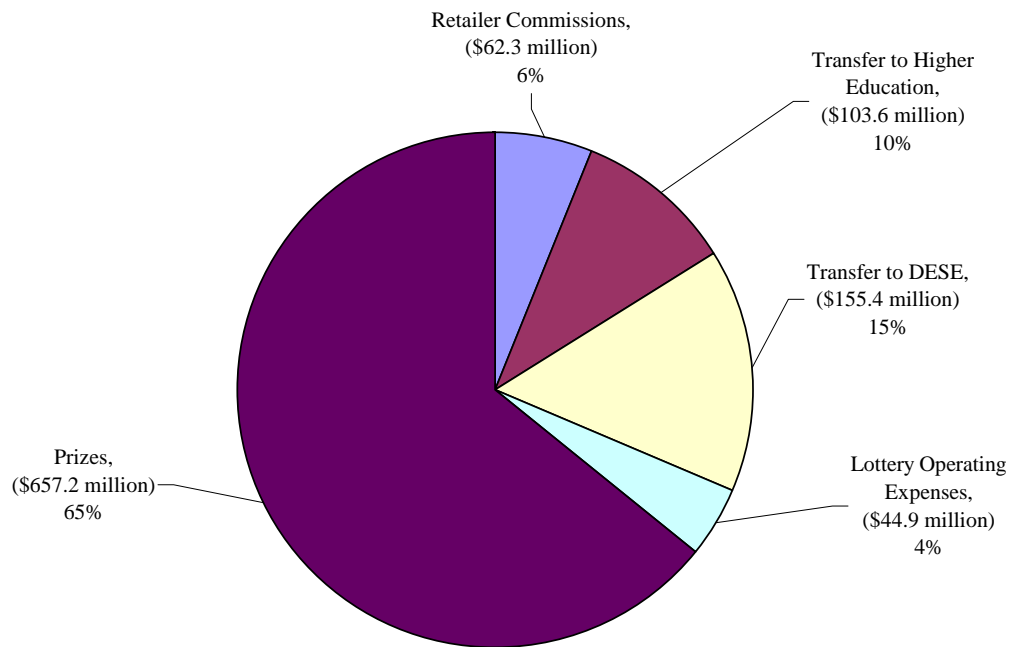
	<b><u>FY 2009</u></b>	<b><u>FY 2010</u></b>	<b><u>FY 2011</u></b>
Juvenile Court Diversion	\$500,000	\$500,000	\$500,000
Veterans Commission CI Trust Fund	\$6,000,000	\$6,000,000	\$6,000,000
MO National Guard Trust	\$4,000,000	\$4,000,000	\$4,000,000
MO College Guarantee	\$5,000,000	\$5,000,000	\$5,000,000
Early Childhood	\$31,216,716	\$31,264,007	\$31,601,417
Compulsive Gambling	\$512,369	\$512,369	\$512,369
Administrative Expenses	<u>\$21,294,483</u>	<u>\$21,924,665</u>	<u>\$21,924,665</u>
<b>TOTAL</b>	<b>\$68,523,568</b>	<b>\$69,201,041</b>	<b>\$69,538,451</b>

\*\*NOTE: The amounts listed above for the Veterans Commission Capital Improvements Trust Fund, National Guard Trust, MO College Guarantee are transferred amounts from HB 8. The remaining items; Juvenile Court Diversion (HB 11), Early Childhood (HB 2, 10, 11), Compulsive Gambling (HB 10), and Administrative Expenses (HB 8) are appropriated dollar amounts.

## FY 2011 Lottery Sales Estimate

The Missouri State Lottery was created by voter approval of Constitutional Amendment No. 5 on November 6, 1984. Section 39(b) of Article III of the Missouri Constitution requires that a minimum of 45% of money received from the sale of Missouri state lottery tickets shall be awarded as prizes. The Constitution was further amended on August 4, 1992 to dedicate net lottery proceeds solely to public institutions of elementary, secondary, and higher education.

### FY 2011 Lottery Sales Estimate \$1.023 billion



## TOBACCO SETTLEMENT PROCEEDS

In 1997, the state of Missouri sued 18 tobacco companies on the basis of violations of the Missouri Merchandising Act and antitrust laws, as well as for reimbursement for health care costs and a variety of other claims. In November 1998, Missouri entered into the Master Settlement Agreement ("MSA") in resolution of the litigation in the Circuit Court of the City of St. Louis. Missouri agreed to dismiss all claims in exchange for a series of monetary payments, continued for at least 25 years, and non-monetary benefits, such as a prohibition against certain tobacco advertising. The court approved the settlement on March 5, 1999. Several parties, including public hospitals and other political subdivisions of the state, appealed the MSA and the denial of motions to intervene in the case at the trial level. The Missouri Court of Appeals, Eastern District, upheld the decision of the trial court to approve the settlement, and the Missouri Supreme Court accepted the transfer of the appeal. The Missouri Supreme Court issued its opinion approving the settlement on December 12, 2000.

### **Settlement Proceeds**

The MSA provides that tobacco companies will make payments into an escrow account from which moneys will be disbursed to the state. Missouri's share is estimated at \$4.5 billion over 25 years. This estimate includes adjustments, reductions and offsets, which are calculated on a yearly basis. A schedule of payments and the estimated revenues is shown below.

<u>Fiscal Year</u>	<u>Amount (in millions of dollars)</u>
FY 2001	\$ 338.2 (actual)
FY 2002	\$ 172.7 (actual)
FY 2003	\$ 166.9 (actual)
FY 2004	\$ 143.1 (actual)
FY 2005	\$ 144.9 (actual)
FY 2006	\$ 133.1 (actual)
FY 2007	\$ 140.2 (actual)
FY 2008	\$ 155.3 (actual)
FY 2009	\$ 174.6 (actual)
FY 2010	\$ 150.0 (actual)
FY 2011	\$ 159.6
FY 2011-2025	<u>\$2,636.2</u>
Total	\$4,514.8

The payments received in FY 2006 were \$20.9 million lower than anticipated due to funds being withheld until a pending lawsuit filed by the tobacco companies regarding changes in market-share are resolved. It is possible that the outcome of the suit will result in reductions in future payments.

### **Account Structure**

The Governor issued an Executive Order (01-05) on February 12, 2001, creating a Healthy Families Trust Fund within the state treasury. The Executive Order created five sub-accounts within



the Fund: Early Childhood Care and Education Account; Life Sciences Research Account; Tobacco Prevention, Education and Cessation Account; Health Care Treatment and Access Account; and Senior Catastrophic Prescription Drug Account. The Executive Order did not appropriate any funds or dictate any percentages for funding allocations to any account. It directed the Office of Administration to receive and expend tobacco settlement money in accordance with the budget submitted to the General Assembly as amended and truly agreed to and finally passed bills signed by the Governor.

Executive Order 06-22 issued on June 22, 2006 abolished the five sub-accounts and established that the Healthy Families Trust Fund would expend all payments as appropriated in the budget. The rationale behind the change was to eliminate administrative overhead and double exposure of the funds to the state's cost allocation plan. According to the Office of Administration, this change will have no budgetary impact.

### **FY 2002 Expenditures**

Due to budget shortfalls that occurred during Fiscal Year 2002, much of the tobacco settlement monies were withheld from the programs they were appropriated for and subsequently transferred to General Revenue. Final expenditures amounts are as follows:

Health Care	\$ 79.2 million
Early Childhood	\$ 9.7 million
Life Sciences	\$ .4 million
Tobacco Prevention	\$ .7 million
Prescription Drugs	\$ 63.2 million
Endowment Fund	\$ 0
Cost Allocation Plan	\$ 2.5 million
Transfer to GR	<u>\$ 228.3 million</u>
Total	\$ 384.0 million

### **FY 2003 Expenditures**

The following expenditure amounts are for Fiscal Year 2003:

Health Care	\$ 53.8 million
Early Childhood	\$ 0
Life Sciences	\$ 0
Tobacco Prevention	\$ .4 million
Prescription Drugs	\$ 20.4 million
Cost Allocation Plan	\$ 2.5 million
Transfer to GR	<u>\$ 89.4 million</u>
Total	\$166.5 million

### **FY 2004 Expenditures**

The following expenditure amounts are for Fiscal Year 2004:

Health Care	\$ 54.3 million
Tobacco Prevention	\$ .4 million
Prescription Drugs	\$ 16.9 million
Cost Allocation Plan	\$ 2.0 million
Transfer to GR	<u>\$ 70.7 million</u>
Total	\$144.3 million

**FY 2005 Expenditures**

The following expenditure amounts are for Fiscal Year 2005:

Health Care	\$ 53.5 million
Tobacco Prevention	\$ .4 million
Prescription Drugs	\$ 16.8 million
Cost Allocation Plan	\$ 2.3 million
Transfer to GR	<u>\$ 72.1 million</u>
Total	\$145.1 million

**FY 2006 Expenditures**

The following expenditure amounts are for Fiscal Year 2006:

Health Care	\$ 53.5 million
Tobacco Prevention	\$ .5 million
Prescription Drugs	\$ 9.0 million
Cost Allocation Plan	\$ 2.1 million
Transfer to GR	\$ 65.3 million*
Treasurer transfer	<u>\$ .02 million</u>
Total	\$130.4 million

\*Includes \$1.6 million swept from Health Care Account as part of the biennial transfer to GR.

**FY 2007 Expenditures**

The following expenditure amounts are for Fiscal Year 2007:

Health Care	\$ 53.4 million
Tobacco Prevention	\$ .5 million
Prescription Drugs	\$ 7.0 million
Cost Allocation Plan	\$ 2.1 million
Transfer to GR	\$ 34.8 million
Life Science Research*	<u>\$ 33.3 million</u>
Total	\$131.1 million

\*Beginning in FY 2007, 25% of the annual tobacco settlement payments are to be deposited directly in a Life Sciences Research Trust Fund. For FY 2007, the entire 25% (\$38.5 million) was used to fund Medicaid pharmacy costs.

**FY 2008 Expenditures**

The following expenditure amounts are for Fiscal Year 2008:

Medicaid (DSS)	\$ 51.0 million
Missouri RX (DSS)	\$ 13.2 million
Alcohol & Tobacco Control (DPS)	\$ .1 million
Alcohol & Drug Abuse (DMH)	\$ 2.0 million
Prevention & Education (DMH)	\$ .3 million
Community & Public Health Programs (DHSS)	\$ .2 million
Cost Allocation Plan	\$ 1.9 million
Transfer to GR	\$ 46.2 million
Life Science Research (DED)*	\$ 5.9 million
Life Science Research (DSS)*	\$ 21.8 million

Cashflow Transfer (OA)	<u>\$ 1.9 million</u>
Total	\$144.5 million

\*In FY 2008, appropriations were made out of the Life Science Research Trust Fund for the Department of Economic Development to the Life Science Research Board (as per Section 196.1100-196.1130 RSMo) and to the Department of Social Services to fund Medicaid pharmacy costs.

### **FY 2009 Expenditures**

The following expenditure amounts for Fiscal Year 2009:

Medicaid (DSS)	\$ 50.9 million
Missouri RX (DSS)	\$ 13.8 million
Alcohol & Tobacco Control (DPS)	\$ .1 million
Alcohol & Drug Abuse (DMH)	\$ 2.0 million
Prevention & Education (DMH)	\$ .3 million
Community & Public Health Programs (DHSS)	\$ .2 million
Telemedicine (DHE)	\$ .4 million
Cost Allocation Plan	\$ 1.3 million
Transfer to GR	\$ 56.4 million
Life Science Research (DED)*	\$ 20.9 million
Life Science Research (DSS)*	\$ 28.0 million
Cashflow Transfer (OA)	<u>\$ .4 million</u>
Total	\$ 174.7 million

\*In FY 2009, appropriations were made out of the Life Science Research Trust Fund for the Department of Economic Development to the Life Science Research Board (as per Section 196.1100-196.1130 RSMo) and to the Department of Social Services to fund Medicaid pharmacy costs.

### **FY 2010 Expenditures**

The following expenditure amounts for Fiscal Year 2010:

Medicaid (DSS)	\$ 41.0 million
Missouri RX (DSS)	\$ 12.0 million
Alcohol & Tobacco Control (DPS)	\$ .1 million
Alcohol & Drug Abuse (DMH)	\$ 2.0 million
Prevention & Education (DMH)	\$ .3 million
Community & Public Health Programs (DHSS)	\$ 0
Telemedicine (DHE)	\$ .4 million
Cost Allocation Plan	\$ 1.3 million
Transfer to GR	\$ 54.5 million
Life Science Research (DED)*	\$ .3 million
Life Science Research (DSS)*	\$ 37.7 million

Cashflow Transfer (OA)	<u>\$ .4 million</u>
Total	\$150.0 million

\*In FY 2010 appropriations were made out of the Life Science Research Trust Fund for the Department of Economic Development to the Life Science Research Board (as per Section 196.1100-196.1130 RSMo) and to the Department of Social Services to fund Medicaid pharmacy costs and MO HealthNet Supplemental Pool.

### **FY 2011 Appropriations**

The following appropriation amounts for Fiscal Year 2011:

Medicaid (DSS)	\$ 51.0 million
Missouri RX (DSS)	\$ 13.8 million
Alcohol & Tobacco Control (DPS)	\$ .1 million
Alcohol & Drug Abuse (DMH)	\$ 2.0 million
Prevention & Education (DMH)	\$ .3 million
Telemedicine (DHE)	\$ .4 million
Cost Allocation Plan	\$ 1.4 million
Transfer to GR	\$ 47.1 million
Life Science Research (DED)*	\$ 0
Life Science Research (DSS)*	\$ 43.0 million
Cashflow Transfer (OA)	<u>\$ .5 million</u>
Total	\$159.6 million

\*In FY 2011 appropriations were made out of the Life Science Research Trust Fund for the Department of Social Services to fund Medicaid pharmacy costs, managed care, and children's health insurance programs.

# Section IV

## LEGISLATION

## **ESTIMATED FISCAL IMPACT OF LEGISLATION FOR FY 2011 – FY 2013**

32 Senate Bills, 59 House Bills and 1 Senate Concurrent Resolution, were “Truly Agreed To and Finally Passed” during the 95th General Assembly, 2nd Regular Session, (2010). The Governor vetoed 1 Senate bill and 4 House bills. There were also two (2) House Bills “Truly Agreed To and Finally Passed” during the 95<sup>th</sup> General Assembly, 1<sup>st</sup> Special Session, (2010).

Presented on the following pages is a summary of the estimated fiscal impact over the next three years (2011-2013) of the legislation signed by the Governor. Numbers shown in parenthesis, such as (100,000), represent a new cost to the respective fund. Positive numbers, such as 100,000, indicate a savings to the respective fund.

The information given on the following pages is based on information taken from the fiscal notes prepared for each bill by the Oversight Division, Committee on Legislative Research. Numbers do not include the appropriation bills. When the fiscal impact of a bill included a range, the higher figure for costs and losses, and the lower figure for income were used in calculating the fiscal impact. Actual costs may be higher or lower, depending on the actual appropriations. The totals listed for House and Senate bills do not include the unknown figures.

Detailed information on individual bills, including the fiscal note, can be obtained by contacting the Senate Appropriations Staff or accessing the Senate web page at [www.senate.mo.gov](http://www.senate.mo.gov) and the House web page at [www.house.mo.gov](http://www.house.mo.gov).

2010 REGULAR AND SPECIAL SESSION													
TAPP HOUSE BILLS													
Fiscal Summary													
Bill No.	Other State Funds	General Revenue Fund			Other State Funds			Federal Funds			Local Funds		
		2011	2012	2013	2011	2012	2013	2011	2012	2013	2011	2012	2013
HB 1270		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1311	Psychology, PR Fees, Insurance Dedicated, Conservation, Road, Criminal Records and Other	(\$545,968)	(\$1,091,937)	(\$1,091,937)	(Unknown exceeding \$188,014)	(Unknown exceeding \$351,249)	(Unknown exceeding \$383,185)	(\$192,745)	(\$385,489)	(\$385,489)	(Unknown exceeding \$366,532)	(Unknown exceeding \$727,063)	(Unknown exceeding \$727,063)
HB 1316		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0 or (More than \$100,000)	(More than \$100,000)	(More than \$100,000)
HB 1340		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1375		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1392		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1408		(More than \$100,000)	(More than \$100,000)	(More than \$100,000)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1442	Conservation, Parks , Soil and Water, School District Trust Funds	(\$100,000 to unknown)	(\$100,000 to unknown)	(\$100,000 to unknown)	(Unknown)	(Unknown)	(Unknown)	\$0	\$0	\$0	(Unknown ) to Unknown	(Unknown ) to Unknown	(Unknown ) to Unknown
HB 1444		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1472		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1498		Unknown less than \$18,355	Unknown less than \$36,710	Unknown less than \$36,710	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1516		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1524	Highway Funds	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to Less than \$100,000	\$0 to Less than \$100,000	\$0 to Less than \$100,000	\$0	\$0	\$0	Less than \$100,000 to (Unknown)	Less than \$100,000 to (Unknown)	Less than \$100,000 to (Unknown)
HB 1540		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1543	Career Ladder Fund	Unknown	Unknown	Unknown	(Unknown)	(Unknown)	(Unknown)	\$0	\$0	\$0	(Unknown)	(Unknown)	(Unknown)
HB 1544		\$0	\$0	\$0	\$0	\$0	\$0	Unknown up to \$28,000,000	Unknown up to \$28,000,000	Unknown up to \$28,000,000	\$0	\$0	\$0
HB 1559		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1595		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1612		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1643		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(Less than \$1,000) to Unknown	Unknown greater than \$1,000	Unknown greater than \$1,000
HB 1654		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1662		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1692	MO Real Estate Appraisal and PR Fees	(\$28,724)	\$0	\$0	(\$6,708)	\$2,778	\$2,769	\$0	\$0	\$0	(Unknown)	(Unknown)	(Unknown)
HB 1695	Road and Highway Safety Funds	(\$15,500 to Unknown)	(\$2,500 to Unknown)	(\$2,500 to Unknown)	\$0	\$0	\$0	\$0	\$0	\$0	(Unknown)	(Unknown)	(Unknown)
HB 1741		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1750		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1764		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1806		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1831		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1840		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1848		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1858		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1868	Highways and Transportation, Gaming, Water Patrol and Third Party Liability Funds	\$3,223,328 up to \$4,063,328 to (Unknown less than \$2,889,735)	\$3,223,328 up to \$4,063,328 to (Unknown less than \$2,960,383)	\$3,223,328 up to \$4,063,328 to (Unknown less than \$2,974,194)	(\$1,200,000) to Unknown greater than \$2,867,100	(\$1,200,000) to Unknown greater than \$2,867,100	(\$1,200,000) to Unknown greater than \$2,867,100	\$0	\$0	\$0	\$0	\$0	\$0
HB 1892		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1893	Veterans Comm Capital Improvements Trust and Early Childhood Development, Education and Care Funds	\$0	(\$59,591)	(\$56,008)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1894		\$0	\$0	\$0	\$0	\$0	\$0	\$6,500,000	\$6,500,000	\$6,500,000	\$0	\$0	\$0
HB 1898		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1903		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2010 REGULAR AND SPECIAL SESSION													
TAPP HOUSE BILLS													
Fiscal Summary													
		General Revenue Fund			Other State Funds			Federal Funds			Local Funds		
Bill No.	Other State Funds	2011	2012	2013	2011	2012	2013	2011	2012	2013	2011	2012	2013
HB 1941		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1942		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1965	Statutory Revision Fund	(Unknown)	(Unknown)	(Unknown)	Unknown less than \$300,000	Unknown	Unknown	\$0	\$0	\$0	(Unknown)	(Unknown)	(Unknown)
HB 1977		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2056		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2058		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	Unknown	Unknown	Unknown
HB 2070		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2081		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2147		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2161		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2182		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2198		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2201		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2226	Third Party Liability, Dental Board and Pharmacy Funds	\$0	\$0	\$0	Unknown greater than \$367,100	Unknown greater than \$417,560	Unknown greater than \$368,951	\$0	\$0	\$0	\$0	\$0	\$0
HB 2231		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2262		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2270		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2285		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2290		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2297		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 2317		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
HB 1 (Special Session)	All Other funds and Road Funds	\$3,103,348	\$9,151,519	\$15,016,226	\$3,565,926	\$10,833,877	\$17,984,876	\$0	\$0	\$0	\$0	\$0	\$0
HB 2 (Special Session)		(\$99,259 to Unknown)	(\$108,949 to \$15,108,949) to (Unknown)	(\$112,217 to \$15,112,217) to (Unknown)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTALS*		\$2,528,656	\$7,999,991	\$13,868,281	\$3,926,318	\$11,254,215	\$18,356,596	\$6,307,255	\$6,114,511	\$6,114,511	\$0	\$0	\$0
Totals do not include unknown figures.													
When fiscal note included a range, the higher figure for costs and/or losses, and the lower figure for income was used in calculating the fiscal impact.													
Totals also do not include HB's or SB's, vetoed by the Governor.													



2010 REGULAR AND SPECIAL SESSION													
TAFP SENATE BILLS													
Fiscal Summary													

2010 REGULAR AND SPECIAL SESSION													
TAFP SENATE BILLS													
Fiscal Summary													
Bill No.	Other State Funds	General Revenue Fund			Other State Funds			Federal Funds			Local Funds		
		2011	2012	2013	2011	2012	2013	2011	2012	2013	2011	2012	2013
SCR 35		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTALS*		\$16,270,099	\$17,666,573	\$18,268,657	\$979,447	\$857,955	\$857,955	\$13,000,000	\$13,000,000	\$13,000,000	(\$100,000)	(\$100,000)	(\$100,000)
* Totals do not include unknown figures.													
When fiscal note included a range, the higher figure for costs and/or losses, and the lower figure for income was used in calculating the fiscal impact.													
Totals also do not include HB's or SB's, vetoed by the Governor.													

## **2010 Healthcare Bills (SB 1007 and SBs 842, 799 & 809)**

The Fiscal Year 2011 Governor's Recommendations included savings from a number of items that required the passage of legislation. SB 1007 and SBs 842, 799, and 809 contain the legislation necessary to realize the savings. Although most items in the bills are identical the summary below lists the differences and similarities.

The following provisions are in SB 1007 and SBs 842, 799, & 809.

### **EXEMPTION FOR MO HEALTHNET FROM PAYING MEDICARE PART B DEDUCTIBLE AMOUNTS FOR HOSPITAL SERVICES**

Current law requires reimbursement for services provided to an individual who is eligible for MO HealthNet, Medicare Part B, and Supplementary Medical Insurance to include payment in full of deductible and coinsurance amounts as determined by federal Medicare Part B provisions. This act exempts MO HealthNet from paying for the Medicare Part B deductible and coinsurance amounts for hospital outpatient services. Section 208.010

### **THIRD PARTY PAYERS/SUBROGATION**

Under this act any third party payer, such as third party administrators, administrative service organizations, health benefit plans and pharmacy benefits managers, shall process and pay all properly submitted MO HealthNet subrogation claims using standard electronic transactions or paper claim forms for a period of three years from the date services were provided or rendered. However, such third party payers shall not:

- (1) Be required to reimburse for items or services which are not covered under MO HealthNet;
- (2) Deny a claim submitted by the state solely on the basis of the date of submission of the claim, the type or format of the claim form, failure to present proper documentation of coverage at the point of sale, or failure to obtain prior authorization;
- (3) Be required to reimburse for items or services for which a claim was previously submitted to the third party payer by the health care provider or the participant and the claim was properly denied by the third party payer for procedural reasons, except for timely filing, type or format failure to present proper documentation of coverage at the point of sale, or failure to obtain prior authorization;
- (4) Be required to reimburse for items or services which are not covered under or were not covered under the plan offered by the entity against which a claim form for subrogation has been filed.

Such third party payers shall reimburse for items or services to the extent that the entity would have been liable as if it had been properly billed at the point of sale, and the amount due is limited to what the entity would have paid as if it has been properly billed at the point of sale. The MO HealthNet Division shall also enforce its rights within six years of a timely submission of a claim.

Certified computerized MO HealthNet records shall be prima facie evidence of proof of moneys expended and the amount due the state. Section 208.215

## REPEAL OF PUBLIC HOSPITAL EXEMPTION FROM THE HOSPITAL REIMBURSEMENT ALLOWANCE

This act no longer allows public hospitals which are operated primarily for the care and treatment of mental disorders to be exempted from participating in the Hospital Reimbursement Allowance.

## INDEPENDENT THIRD PARTY IN-HOME AND COMMUNITY BASED ASSESSMENTS

This act allows, rather than requires, the Department of Health and Senior Services to reimburse in-home providers for nurse assessments of participants in the in-home and home and community based programs. New language is added allowing the department to contract for home and community based assessments through an independent third-party assessor.

The contracts shall include a requirement that within 15 days of receipt of a referral for service, the contractor shall have made a face to face assessment of care need and developed a plan of care and the contractor shall notify the referring entity within five days of receipt of referral if additional information is needed to process the referral.

The contract shall also include the same requirements for such assessments as of January 1, 2010, related to timeliness of assessments and the beginning of service.

The two nurse visits that are currently allowed under section 660.300, shall continue to be performed by home and community-based providers for, including but not limited to, reassessments and level of care recommendations. These reassessments and care plan changes shall be reviewed and approved by the independent third party assessor. In the event of dispute over the level of care required, the third party assessor shall conduct a face-to-face review with the client in question. This provision has a three-year expiration date. Section 208.895

## TELEPHONE TRACKING SYSTEM

This act requires both personal care assistance vendors and in-home services providers to use a telephone tracking system to review and certify the accuracy of reports of delivered services and to ensure more accurate billing by July 1, 2015. The requirements of the telephone tracking system are specified in the act. In order for vendors or provider agencies to obtain an agreement with the Department of Social Services, the vendor or agency must demonstrate the ability to implement the telephone tracking system.

Personal care assistance consumers shall be responsible for approving requests through the telephone tracking system and shall provide the vendor with necessary information to complete the required paperwork for establishing the employer identification number.

DHSS in collaboration with centers for independent living must establish a telephony pilot project in

an urban and a rural area. This act requires the telephony report provided to the Governor to include a minority report detailing elements not agreed upon by centers for independent living and the executive branch. Entities interested in participating in the telephony pilot project will not be required to pay the full cost of the project and can contract with a vendor of their choice. Sections 208.909, 208.918, 660.023

## COMPLAINT CALLS FOR IN-HOME SERVICES CLIENTS

Current law provides that all in-home services clients shall be advised of their rights by the Department of Health and Senior Services, including the right to call the department to report dissatisfaction with the provider or services. This act provides that it can be by the department's designee. This act also provides that the department may contract for services relating to receiving such complaints. Section 660.300

## IN-HOME PROVIDER TAX

This act removes references to Chapter 208 (the Mo HealthNet chapter) from the sections relating to the in-home provider tax. It also extends the expiration date for the provider tax from 2011 to 2012. Section 660.425, 660.465

The following provisions are in SB 1007 only.

## CHILD CARE SUBSIDIES

This act provides that the Children's Division within the Department of Social Services shall develop rules to become effective by July 1, 2010, modifying the income eligibility criteria for any person receiving state-funded child care assistance, either through vouchers or direct reimbursement to child care providers.

Eligible child care recipients under state law and regulation may pay a fee based on adjusted gross income and family size unit based on a child care sliding scale fee established by the Children's Division, which is subject to appropriations. However, a person receiving state-funded child care assistance whose income surpasses the annual appropriation level may continue to receive reduced subsidy benefits on a scale established by the Children's Division, at which time such person will have assumed the full cost of the maximum base child care subsidy benefits. "Annual appropriation level" is defined as the maximum income level to be eligible for a full child care benefit as determined through the annual appropriations process.

The sliding scale fee may be waived for children with special needs as established by the division. The maximum payment by the division shall be the applicable rate minus the applicable fee.

## TUBERCULOSIS

This act changes the references to the University of Missouri Board of Curators as it relates to the treatment and commitment of tuberculosis to the Department of Health and Senior Services. In

addition, state payment shall be available for the treatment and care of individuals with tuberculosis committed for public health reasons only after benefits from all third-party payers have been exhausted. Sections 172.850, 199.010 TO 199.260

#### INFORMATION REGARDING HOME AND COMMUNITY BASED SERVICES

Prior to admission of a MO HealthNet individual into a long-term care facility, the prospective resident or his or her next of kin, legally authorized representative, or designee shall be informed of the home and community based services available in this state and shall have on record that such home and community based services have been declined as an option. Section 198.016

The following provision is in SBs 842, 799, & 809 only.

#### REIMBURSEMENT

Subject to appropriations, the Department of Social Services shall establish an equal reimbursement rate for the same or similar services rendered by physicians and optometrists to MO HealthNet patients. Section 208.198

## **2010 State Government Reorganization Bill (HB 1868)**

This bill changes the laws regarding the keys to the Capitol dome, state agencies reform and reorganization, and MO HealthNet claims and establishes the Joint Committee on the Reduction and Reorganization of Programs within State Government. In its main provisions, the bill:

### **KEYS TO THE CAPITOL DOME**

The Commissioner of the Office of Administration will be required to provide a key that accesses the State Capitol dome to each member of the General Assembly. The President Pro Tem of the Senate and the Speaker of the House of Representatives must provide a training program for the members and General Assembly staff regarding access to secured areas of the State Capitol Building (Section 8.016, RSMo).

### **JOINT COMMITTEE ON THE REDUCTION AND REORGANIZATION OF PROGRAMS WITHIN STATE GOVERNMENT**

This section establishes the Joint Committee on the Reduction and Reorganization of Programs within State Government. The 13-member committee must submit a report to the General Assembly by December 31, 2010 with recommendations for reducing, eliminating, or combining a state program with another program or programs in the same or a different department (Section 21.910).

### **OVERSIGHT DIVISION**

Each employee of the Oversight Division of the Joint Committee on Legislative Research before entering upon his or her duties, will be required to take and file with the Chief Clerk of the House of Representatives and the Secretary of the Senate an oath to support the Missouri Constitution, to faithfully demean himself or herself in office, not to disclose specified information to unauthorized persons, and not to accept any pay for the discharge of his or her duties other than that fixed and accorded to the employee by law. Anyone violating this provision will be guilty of a class A misdemeanor (Section 23.156).

### **DEPARTMENT PURCHASING AUTHORITY**

State departments will be allowed to purchase information technology services not exceeding \$75,000 using the informal procurement standards authorized in Section 34.040 if the contract of agreement is for less than 12 months and the department posts the proper notice on the online bidding/vendor system maintained by the Office of Administration (Section 34.047).

### **ADMINISTRATIVE HEARING COMMISSION**

Jurisdiction over certain employee claims in Chapters 36 and 105 will be transferred from the Personnel Advisory Board in the Office of Administration to the Administrative Hearing Commission. The Commission is also granted power to hear an appeal from a merit employee

who has been fired or demoted. (Sections 36.031, 36.050, 36.060, 36.150, 36.280, 36.370 – 36.400, 105.055, and 621.075)

Section 621.015 allows the Administrative Hearing Commission to consist of up to five commissioners, which currently consists of three commissioners.

#### COMMISSIONER OF THE OFFICE OF ADMINISTRATION

The Director of the Forms Management Unit will be replaced with the Commissioner of the Office of Administration or his or her authorized representative as a voting member on the State Records Commission within the Office of the Secretary of State (Sections 37.320, and 109.250).

#### ELECTED OFFICIALS

Statewide elected officials will be allowed to request a determination of the lowest and best bidder regarding a contract for purchasing, printing, or services for which he or she has the authority to contract from the Office of Administration which must respond to the elected official within 45 days after the submission of the request. The Office of Administration cannot prevent any state agency, political subdivision, or other state entity from purchasing supplies from an authorized General Services Administrator vendor if the contractor does not exceed the competitive bid limits in Section 34.040 (Section 37.900 and Section 1).

#### STATE HIGHWAY PATROL

The Superintendent of the State Highway Patrol will be allowed to appoint up to one additional major, nine additional captains, eight additional lieutenants, and 99 additional patrolmen and officers by raising the current established limits (Sections 43.040 and 43.050).

#### STATE WATER PATROL

Effective January 1, 2011, the powers and duties of the State Water Patrol will be transferred to the newly established Division of Water Patrol within the State Highway Patrol in the Department of Public Safety. The Superintendent of the State Highway Patrol will appoint a director of the new division and may transfer employees to the new division. The county sheriff must participate in search warrants served by the division except for the investigation of boating while intoxicated and vessel accidents.

The bill allows members of the water patrol joining the new division to choose the Missouri State Employees' Retirement System or the Department of Transportation and Highway Patrol Employees' Retirement System, which must be made within 90 days of January 1, 2011. A member will be provided with a comprehensive written analysis of the differences between the plans prior to making his or her decision. An employee who becomes a uniformed member of the highway patrol and joins that retirement system will be subject to the mandatory retirement age as provided in Section 104.081 (Sections 43.390, 58.445, 104.810, 301.716, 306.010, 306.165, 306.167, 306.168, 306.185, 542.261, 544.157, 577.090, and 650.005.11).



## MO HEALTHNET CLAIMS

This act changes the laws regarding the authority of the MO HealthNet Division within the Department of Social Services to collect payments from third-party payers. Health benefit plans, third-party administrators, administrative service organizations, and pharmacy benefits managers are required to process and pay properly submitted medical assistance or MO HealthNet subrogation claims using standard electronic transactions or paper claim forms for a period of three years from the date services were provided by an entity. However, the entity cannot:

- 1) be required to reimburse for items or services not covered under MO HealthNet;
- 2) deny a claim based solely on the date of submission, the type or format of the claim form, failure to present proper documentation of coverage at the point of sale, or failure to obtain prior authorization;
- 3) be required to reimburse for items or services which are not covered under the plan offered by the entity against which a claim for subrogation has been filed.

An entity must reimburse for items or services to the same extent that the entity would have been liable if it is limited to what the entity would have been liable if it had been properly billed at the point of sale and the amount due is limited to what the entity would have paid if it had been properly billed at the point of sale.

Health benefit plans, third-party administrators, administrative service organizations, and pharmacy benefits managers must also pay a subrogation claim if the state enforces its right to a claim within six years of the submission of the claim. The computerized records of the division, if certified by the division director or his designee, will be prima facie evidence of proof of moneys expended and the amount of the debt due the state (Section 621.015).

## DEPARTMENT OF MENTAL HEALTH

The Department of Mental Health will be required to cooperate with and allow it to directly contract with all state agencies; local units of government; any of the Governor's advisory councils or commissions, or their successor agencies; and the Missouri Mental Health Foundation, or its successor entity, in the delivery of programs designed to improve public understanding of attitudes toward mental disorders, developmental disabilities, and alcohol and drug abuse (Section 630.060).

## MISSOURI VETERANS COMMISSION

The Missouri Veterans Commission will be assigned to the Department of Public Safety, which currently is assigned to the Office of Adjutant General (Section 650.005.012).

# Section V

TOPICS  
OF  
INTEREST

## **Cap on Highway Fund Appropriations To Non-Highway Agencies**

Legislation (SB 135, 63) authorizing a 4-cent motor fuel tax increase effective July 1, 1987, established a cap on expenditures from the Highway Fund by other non-highway agencies (§226.200 (3) RSMo). The cap was set at the FY 87 expenditure level and was approximately \$119.6 million. The bill required that when expenditures from the Highway Fund exceeded the cap, the fund must be reimbursed from General Revenue the next fiscal year.

The motor fuel tax increased to six cents in 1992 with the passage of HB 1247, in which the fixed ceiling of \$119.6 million was changed to a flexible ceiling (§142.372 RSMo). Therefore, the growth in funds allocated to non-highway agencies could increase by the same percentage as the overall increase in state highway revenue sources.

During the 2000 legislative session, the passage of House Bill 1742, re-established a fixed cap (§ 226.200 RSMo). This action will require the reimbursement of General Revenue funds to the Highway Fund when expenditures exceed the FY 01 level of expenditures.

During the 2002 legislative session, the passage of House Bill 1196 provides for the removal of the cap beginning in Fiscal Year 2004 for the Mo. State Highway Patrol for enforcement related activities, and actual costs incurred by the Office of Administration for or on behalf of the Patrol and employees within the Department of Transportation. In addition, beginning in Fiscal Year 2008, any activities of the Patrol that are not related to the enforcement of laws pertaining to motor vehicle and usage of the highways shall be supported with general revenue, or other applicable funding sources. This legislation also maintains a cap, which is set at the Fiscal Year 2001 level for the Department of Revenue, and other non-highway related agencies that are currently authorized to receive funding support from the State Highways and Transportation Department Fund.

The Department of Public Safety and Department of Revenue utilize a significant portion of Highway Fund revenue allocated for non-highway related purposes. The Department of Public Safety is compensated for patrolling the state's highways. Likewise, the Department of Revenue is compensated for implementing state motor vehicle and driver statutes. Other agencies receive Highway Fund revenue for work that relates to the state's highway system.

In 2004 Article IV, Sections 30(a), 30(b), 30(c), and 30(d) were amended such that:

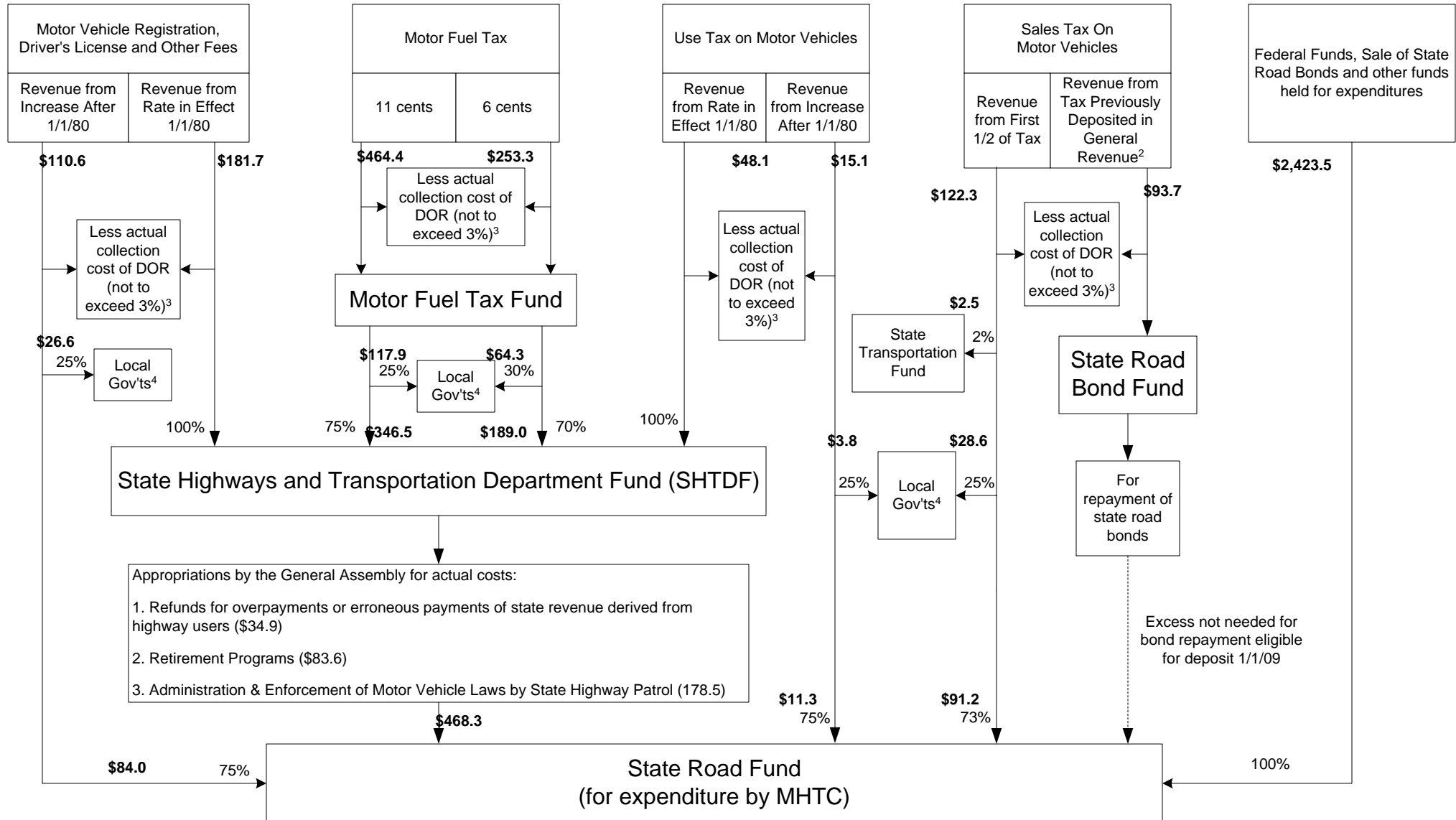
- Cap the Department of Revenue's cost of collection at actual cost not to exceed 3% of the amount of highway funds collected.
- Cap the Highway Patrol's use of highway funds to actual costs of administering and enforcing any state motor vehicle laws and traffic regulations.
- Redirects the 50% of the motor vehicle sales tax that goes to general revenue to the State Road Bond Fund over a four-year period beginning July 1, 2005.

Fiscal Year 2010 Amounts<sup>1</sup>  
(Millions of Dollars)

# MISSOURI HIGHWAYS AND TRANSPORTATION COMMISSION (MHTC)

## Road and Bridge Funding - Summary

(Effective 7/1/2006)



<sup>1</sup> Amounts derived from deposits to MoDOT funds

<sup>2</sup> Phased in 25% beginning 7/1/05; 50% beginning 7/1/06; 75% beginning 7/1/07; 100% beginning 7/1/08

<sup>3</sup> Actual collection costs for DOR (\$19.2 million) are currently being appropriated from the SHTDF instead of removed prior to distribution

<sup>4</sup> Local Gov'ts are defined as counties and incorporated cities, towns and villages within the state

## COURT ORDERED DESEGREGATION AGREEMENT FISCAL YEAR 2010

Certain state payments formerly made to the Kansas City and St. Louis school districts under court order have been reallocated pursuant to the provisions of SB 781 (1998), Section 162.1060 RSMo, and the terms of the 1999 settlement agreement in the St. Louis Desegregation case (Liddell v. the Board of Education of St. Louis City). In prior years, the state was required to expend moneys in order to improve the quality of education in St. Louis and Kansas City, in order to comply with the orders of U.S. District Courts for Eastern and Western Missouri. Prior to 1993, desegregation payments were made pursuant to federal court order and were not appropriated. Subsequently, these payments have been appropriated to the Department of Elementary and Secondary Education.

The 1999 settlement agreement provides for \$180 million in capital to be paid to the St. Louis Public Schools beginning in FY 2000. Payments are to be made as follows:

July 1, 1999	\$28.5 million	July 1, 2005	\$13.0 million
July 1, 2000	\$25.0 million	July 1, 2006	\$12.0 million
July 1, 2001	\$20.0 million	July 1, 2007	\$11.0 million
July 1, 2002	\$20.0 million	July 1, 2008	\$10.0 million
July 1, 2003	\$16.5 million	July 1, 2009	\$9.0 million
July 1, 2004	\$15.0 million		

A total of \$50 million was paid to the Voluntary Inter-District Choice Corporation in two payments. The first payment was made in Fiscal Year 2000 and the second payment in Fiscal Year 2001.

Listed below, are the expenditures of the St. Louis Desegregation Plan and the Kansas City Desegregation Plan that were mandated by court order. The following information is as of June 30, 2009.

### St. Louis Desegregation Plan

<u>Fiscal Year</u>	<u>Appropriation</u>	<u>Expenditure</u>	<u>Lapse</u>
2009	\$10,000,000	\$10,000,000	0
2008	11,000,000	11,000,000	0
2007	12,000,000	12,000,000	0
2006	13,000,000	13,000,000	0
2005	15,000,000	15,000,000	0
2004	16,500,000	16,500,000	0
2003	20,000,000	20,000,000	0
2002	20,000,000	20,000,000	0
2001	50,000,000	50,000,000	0
2000	53,500,000	53,476,585	23,415
1999	191,862,972	188,799,736	3,063,236
1998	158,800,000	147,021,949	11,778,051
1997	151,700,000	138,086,852	13,613,148
1996	153,700,000	148,291,471	5,408,529
1995	155,700,000	139,258,397	16,441,603
1994	147,600,000	134,202,695	13,397,305
1993	147,100,000	136,028,438	11,071,562
1992	144,600,000	137,189,737	7,410,263
1991	135,200,000	132,695,771	2,504,229
1981-1990	674,980,490	616,269,820	58,710,670

**Kansas City Desegregation Plan**

<u>Fiscal Year</u>	<u>Appropriation</u>	<u>Expenditure</u>	<u>Lapse</u>
1999	\$99,000,000	\$97,532,435	\$1,467,565
1998	132,737,856	132,737,852	4
1997	110,300,000	89,042,565	21,257,435
1996	168,200,000	125,591,973	42,608,027
1995	203,200,000	175,045,453	28,154,547
1994	196,850,000	143,290,085	53,559,915
1993	209,600,000	139,789,109	69,810,891
1992	191,400,000	159,334,336	32,065,664
1991	157,900,000	141,063,712	16,836,288
1986-1990	376,760,000	331,555,932	45,204,068

The Fiscal Year 1998 Kansas City Desegregation figures reflect moneys that were placed in escrow during Fiscal Year 1997 but not applied until Fiscal Year 1998.

**RECENT LITIGATION**

The St. Louis City School District has also filed suit claiming that the amount of funding appropriated through the foundation formula in FY 2003 and FY 2004 are below the minimum levels provided for the settlement agreement. On June 23, 2006, the Circuit Court of St. Louis County issued a decision finding that the State of Missouri has complied with its payment obligations under the St. Louis Desegregation Settlement Agreement. The district appealed the Circuit Court's decision to the Court of Appeals, which upheld the Circuit Court's ruling. On May 22, 2007 the district filed a notice of record to appeal the decision to the Missouri Supreme Court. The Missouri Supreme Court denied the application for appeal in August, 2007.

**CURRENT STATUS**

The state has completed its obligation for Desegregation Payments and as of FY2010 no funds are appropriated for that purpose.

# STATE EMPLOYEE PAY PLAN HISTORY

FY 1980 – FY 2011

The pay plan is created by the Personnel Advisory Board (PAB) and reviewed by the Ad Hock Task Force on Total Compensation. The task force recommendations are integrated into a final plan the PAB submits to the Governor's office and to Budget and Planning. The Governor makes a final recommendation to be reviewed by the legislature.

<b>Fiscal Year</b>	<b>Date Implemented</b>	<b>Description</b>	<b>Positions Under Salary Commission</b>
FY 2011	July 1, 2010	No pay plan was offered	NONE
FY 2010	July 1, 2009	3% COLA for all state employees offered by Governor; General Assembly did not approve.	No salary increases for Judges or Elected Officials
FY 2009	July 1, 2008	3% COLA for all state employees <b>Exceptions</b> <ul style="list-style-type: none"> <li>• Repositioned 15 medical and clinical job classes in the Departments of Mental Health; Insurance, Financial Institutions, &amp; Professional Registration; Public Safety and Corrections by two pay ranges (about 8%).</li> <li>• Repositioned Client Attendant Trainees (CAT) to Developmental Assistants I and Security Attendant positions to Security Aides I. Also repositioned psychologists by two ranges, and provided a 6% increase for psychiatrists.</li> <li>• Provided a one step (about 2%) increase for Security Aides I-III in located high security state facilities.</li> </ul>	Effective January 1, 2010 the General Assembly will receive the same increase in salary that was given to all state employees for FY 05 – FY 09, which is a \$1,200 (FY 05) flat rate plus 4% (FY 07) plus 3% (FY 08) plus 3% (FY 09).
FY 2008	July 1, 2007	3% COLA for all state employees <b>Exceptions</b> <ul style="list-style-type: none"> <li>• Water Patrol received remaining portion to raise salaries to equal that of Missouri State Highway Patrol.</li> </ul>	Judges, Statewide Elected Officials, and Administrative Law Judges - \$1,200 plus 4% plus any increase in salary for state employees plus an additional \$2,000 for Associate Circuit Judges. No salary increases for the General Assembly.
FY 2007	July 1, 2006	4% COLA for all state employees <b>Exceptions</b> <ul style="list-style-type: none"> <li>• An additional 4% (1 range) for Corrections Officers/Supervisors, Capitol Police officers, Park Rangers, Water Patrol officers, Liquor Control agents, and Fire Investigators</li> <li>• An additional 4-8% for Public Defenders</li> <li>• An additional 8% (2 ranges) for those classified as nurses</li> <li>• Missouri State Highway Patrol pay plan, year three of three year phase in</li> <li>• Water Patrol received first year of three year phase in to raise salaries to equal that of Missouri State Highway Partol</li> </ul>	NONE
FY 2006	July 1, 2005	No pay plan was offered	NONE

<b>Fiscal Year</b>	<b>Date Implemented</b>	<b>Description</b>	<b>Positions Under Salary Commission</b>
		<b>Exception</b>	
		• Missouri State Highway Patrol pay plan, year two of three year phase in	
FY 2005	July 1, 2004	\$1,200/year beginning July 1, 2004 for all state employees	NONE
		<b>Exceptions</b>	
		• No salary increase beyond \$1,200 for Probation and Parole employees who had received salary increases in December 2003	
		• Missouri State Highway Patrol pay plan to address recruitment and retention, year one of a three year phase in	
FY 2004	July 1, 2003	\$600/year beginning July 1, 2003 for employees with an annual salary not greater than \$40,000	NONE
FY 2003	July 1, 2002	No pay plan was offered	NONE
FY 2002	July 1, 2001	No pay plan was offered	NONE
		<b>Exceptions</b>	
		• 2% Increase for those classified as direct care staff working in State Habilitation Centers (Department of Mental Health) and for those classified as Psychiatric Aides I and II in State Mental Hospitals.	
		• Repositioning of those from ranges 3 and 4 to range 5 (Referred to as Basic Living Wage Reposition) Typical job titles include: Laundry, Janitorial, Custodial, and Food Service Worker	
FY 2001	July 1, 2000	\$600/year beginning July 1, 2000; 1 step within grade (2%) July 1, 2000 & \$420/year beginning January 1, 2001	Judges - \$3,000 per year July 1, 2000; Elected Officials, General Assembly - \$300/year July 1, 2000; 1 step within grade (1%) July 1, 2000 & \$210/year January 1, 2001
		<b>Exceptions</b>	
		• Department of Social Services frontline positions (Social Service Worker I & II, Caseworker, Self-Sufficiency Casemanager, Social Service Supervisor and Income Maintenance Supervisor) requiring a college degree or equivalent experience will receive a one range repositioning (approximately 4% increase) in lieu of the 1 step within grade and will receive the \$600 and \$420 COLAS.	
		• Veteran's home' nursing aides will receive the general pay plan with adjustments to equalize the starting salary for Nursing Aide I's to be \$16,716 and to equalize the starting salary of Nursing Aide II's to be \$19,104.	
		• Water Patrol Officers will receive a one range repositioning (approximately 4% increase) in lieu of the 1 step within grade FY 2001 cont and will receive the \$600 and \$420 COLAS	
		• Highway Patrol Officers will receive the state pay plan plus varying adjustments to create their own pay grid.	
FY 2000	July 1, 1999	1% COLA and up to 2 step within grade (about 4%)	Judges – Salary based on Salary Commission Recommendation; General Assembly 5%; Elected Officials 5% except for Lt. Gov. which was based on Commission recommendation. ALL INCREASES WERE INITIALLY VETOED, but Commission recommendation was fully funded in supplemental appropriation.



<b>Fiscal Year</b>	<b>Date Implemented</b>	<b>Description</b>	<b>Positions Under Salary Commission</b>
FY 1999	July 1, 1998	1% COLA and up to 2 step within grade (about 4%)	5%
		\$10 per month flexible benefit	SAME
*FY 1998	July 1, 1997	1% COLA and up to 2 step within grade (about 4%)	Judges, Elected Officials, General Assembly received 2.9%
	Jan. 1, 1998	\$10 per month flexible benefit	SAME
FY 1997	July 1, 1996	2% COLA and up to 2 step within grade (about 4%)	N/A
FY 1996	July 1, 1995	2% COLA for all employees, plus 2% within grade for 93% of all employees	N/A
	Jan. 1, 1996	\$25 State match for those employees in the Deferred Compensation Plan.	
FY 1995	July 1, 1994	3% plus \$200 COLA	N/A
FY 1994	July 1, 1993	1% plus \$400 COLA \$360 additional health insurance contribution	N/A
FY 1993		No pay plan was offered or approved.	N/A
FY 1992		No pay plan was offered or approved.	N/A
FY 1991	July 1, 1990	2% within grade adjustment for 88.7% of all employees	N/A
FY 1990	July 1, 1989	2.2% COLA for all employees plus an approximate 2% within grade for 93% for all employees.	N/A
FY 1989	July 1, 1988	\$360 per FTE	N/A
FY 1988	July 1, 1987	3% COLA plus \$240 additional health insurance contribution per FTE	N/A
FY 1987	July 1, 1986	\$840 per year per employee and salary adjustments on a very limited exception basis. The Governor reduced to \$720 per year per employee and deleted entirely for top officials (elected officials, department directors, etc.)	N/A
FY 1986	July 1, 1985	8% COLA and salary adjustments for selected classes	N/A
FY 1985	July 1, 1984	7% COLA and salary adjustments for	N/A

<b>Fiscal Year</b>	<b>Date Implemented</b>	<b>Description</b>	<b>Positions Under Salary Commission</b>
		selected class	
FY 1984	July 1, 1983	\$240 per year per employee plus an additional \$120 for health insurance benefits. Salary adjustment for selected classes.	N/A
FY 1983	July 1, 1982	\$600 plus 1% COLA and 1% merit plus an additional \$240 for health insurance benefits. Salary adjustment for selected classes.	N/A
FY 1982	July 1, 1981	\$360 per FTE, vetoed by Governor	N/A
FY 1981	July 1, 1980	7.5% COLA and 1.5% merit and salary adjustments for selected classes.	N/A
FY 1980	July 1, 1979	6% COLA and 1% merit. Salary adjustments for selected classes were vetoed by the Governor.	
*FY 1998 was the first year that the Salary Commission made a recommendation. Previously, Elected Officials, Judges, and the General Assembly received pay increases equal to that of state employees.			

## WHERE DOES MISSOURI RANK?

Per Capita Personal Income National Per Capita = \$39,138 2009			Per Capita State Tax Revenue National Per Capita = \$2,329 2009			Per Capita State Expenditures National Per Capita = \$5,648 2008		
Rank	State	Per Capita	Rank	State	Per Capita	Rank	State	Per Capita
1	Connecticut	\$54,397	1	Alaska	\$7,092	1	Alaska	\$14,483
2	New Jersey	\$50,313	2	Wyoming	\$5,078	2	Wyoming	\$9,337
3	Massachusetts	\$49,875	3	Vermont	\$4,030	3	Vermont	\$8,155
4	Maryland	\$48,285	4	North Dakota	\$3,732	4	Hawaii	\$8,133
5	New York	\$46,957	5	Connecticut	\$3,674	5	Delaware	\$8,080
6	Wyoming	\$45,705	6	Hawaii	\$3,639	6	New York	\$8,055
7	Virginia	\$43,874	7	New York	\$3,328	7	New Mexico	\$7,859
8	New Hampshire	\$42,831	8	Minnesota	\$3,259	8	Louisiana	\$7,347
9	Alaska	\$42,603	9	Delaware	\$3,170	9	Rhode Island	\$7,117
10	California	\$42,325	10	New Jersey	\$3,122	10	Massachusetts	\$6,921
11	Hawaii \$42,009		11	Massachusetts	\$2,955	11	New Jersey	\$6,723
12	Washington	\$41,751	12	California	\$2,733	12	Connecticut	\$6,687
13	Minnesota	\$41,552	13	Maryland	\$2,654	13	California	\$6,674
14	Illinois	\$41,411	14	Maine	\$2,647	14	Minnesota	\$6,510
15	Colorado	\$41,344	15	West Virginia	\$2,632	15	North Dakota	\$6,379
16	Rhode Island	\$41,003	16	Arkansas	\$2,584	16	Mississippi	\$6,315
17	Delaware	\$39,817	17	Wisconsin	\$2,563	17	Montana	\$6,295
18	Pennsylvania	\$39,578	18	Montana	\$2,469	18	Maine	\$6,183
19	North Dakota	\$39,530	19	Washington	\$2,462	19	South Carolina	\$6,050
20	Nevada	\$38,578	20	Rhode Island	\$2,456	20	Maryland	\$5,971
21	Vermont	\$38,503	21	New Mexico	\$2,414	21	Washington	\$5,956
22	Nebraska	\$38,081	22	Pennsylvania	\$2,386	22	Kentucky	\$5,893
23	Kansas	\$37,916	23	Kansas	\$2,375	23	Ohio	\$5,873
24	Florida	\$37,780	24	Michigan	\$2,363	24	Oregon	\$5,852
25	South Dakota	\$36,935	25	Iowa	\$2,322	25	West Virginia	\$5,823
26	Wisconsin	\$36,822	26	Indiana	\$2,320	26	Wisconsin	\$5,770
27	Iowa	\$36,751	27	Illinois	\$2,267	27	Michigan	\$5,704
28	Maine	\$36,745	28	Kentucky	\$2,261	28	Pennsylvania	\$5,683
29	Texas	\$36,484	29	Louisiana	\$2,229	29	Iowa	\$5,493
30	Missouri	\$35,676	30	Nebraska	\$2,227	30	Arkansas	\$5,418
31	Oregon	\$35,667	31	Oklahoma	\$2,213	31	Kansas	\$5,310
32	Louisiana	\$35,507	32	Mississippi	\$2,207	32	Oklahoma	\$5,294
33	Ohio	\$35,381	33	North Carolina	\$2,185	33	Alabama	\$5,287
34	Oklahoma	\$35,268	34	Nevada	\$2,105	34	Utah	\$5,133
35	North Carolina	\$34,453	35	Ohio	\$2,075	35	Virginia	\$5,045
36	Tennessee	\$34,089	36	Virginia	\$2,055	36	New Hampshire	\$4,984
37	Michigan	\$34,025	37	Idaho	\$2,052	37	North Carolina	\$4,979
38	Montana	\$34,004	38	Utah	\$1,947	38	Idaho	\$4,965
39	Georgia	\$33,786	39	Oregon	\$1,939	39	Illinois	\$4,908
40	Indiana	\$33,725	40	Alabama	\$1,764	40	Indiana	\$4,793
41	Alabama	\$33,096	41	Colorado	\$1,728	41	Nebraska	\$4,699
42	New Mexico	\$32,992	42	Missouri	\$1,728	42	Arizona	\$4,666
43	Arizona	\$32,935	43	Florida	\$1,724	43	South Dakota	\$4,552
44	West Virginia	\$32,219	44	Arizona	\$1,706	44	Colorado	\$4,539
45	Arkansas	\$31,946	45	Tennessee	\$1,659	45	Missouri	\$4,474
46	Kentucky	\$31,883	46	Texas	\$1,646	46	Georgia	\$4,188
47	South Carolina	\$31,799	47	South Dakota	\$1,642	47	Tennessee	\$4,170
48	Idaho	\$31,632	48	Georgia	\$1,636	48	Florida	\$4,164
49	Utah	\$30,875	49	New Hampshire	\$1,605	49	Nevada	\$4,103
50	Mississippi	\$30,103	50	South Carolina	\$1,567	50	Texas	\$4,000

## **BUDGET RESERVE FUND**

**Legal Basis:** Article IV, Section 27 (a) of the Missouri Constitution

**Description:** The fund was authorized by constitutional amendment on the November 7, 2000 ballot. The amendment required the transfer of the fund balances from the Cash Operating Reserve Fund and the Budget Stabilization Fund to the newly created Budget Reserve Fund. The Budget Reserve Fund is exempt from the biennial transfer of the balance and earned interest to the General Revenue Fund.

**Purpose:** The fund can be used for cash flow insufficiencies or budget stabilization.

**Cash Flow Insufficiencies** – The Commissioner of Administration may transfer amounts from the Budget Reserve Fund to any state fund if the fund balance is insufficient to maintain appropriated levels. Any cash flow transfers must be repaid to the Budget Reserve Fund, with interest, on or before May 15<sup>th</sup> of the fiscal year.

**Budget Stabilization** – If the Governor reduces a department's appropriation level due to a revenue shortfall, or if funds are required to assist the state due to a disaster, the Governor may request appropriations from the Budget Reserve Fund.

The General Assembly must approve the request with a two-thirds vote from both houses.

No more than one-half of the fund balance may be appropriated for this purpose at any one time.

A minimum of one-third of the amount appropriated must be repaid, with interest, in each of the three following fiscal years.

**Fund Balance Limits:** The fund's balance is capped at 7.5% of net general revenue receipts or 10% if approved by the General Assembly for the purpose of increasing the fund balance.

Net general revenue collections are defined as "all revenue deposited into the General Revenue Fund less refunds and revenues originally deposited into general revenue but designated by law for specific distribution or transfer to another state fund."

Excesses above the caps are transferred back to the General Revenue Fund. If the balance is less than 7.5% then the difference stands appropriated and transferred from the General Revenue Fund to the Budget Reserve Fund.

# **FUND BALANCES AS OF JUNE 30<sup>TH</sup> OF FISCAL YEAR**

	Budget Stabilization Fund	Cash Operating Reserve Fund	Budget Reserve Fund	<u>TOTAL</u>
1985	0	130,000,000	0	130,000,000
1986	0	139,274,691	0	139,274,691
1987	0	147,031,658	0	147,031,658
1988	0	152,263,244	0	152,263,244
1989	0	163,447,214	0	163,447,214
1990	0	177,694,086	0	177,694,086
1991	52	186,063,790	0	186,063,842
1992	17,184,602	186,984,083	0	204,168,685
1993	24,722,740	193,067,523	0	217,790,263
1994	36,981,509	202,243,756	0	239,225,265
1995	23,699,999	212,987,699	0	236,687,698
1996	29,032,747	232,375,970	0	261,408,717
1997	121,444,844	245,143,210	0	366,588,054
1998	128,169,446	261,985,315	0	390,154,761
1999	135,293,029	278,468,808	0	413,761,837
2000	142,777,246	293,425,824	0	436,203,070
2001	0	0	451,979,500	451,979,500
2002	0	0	469,923,936	469,923,936
2003	0	0	462,371,185	462,371,185
2004	0	0	444,203,058	444,203,058
2005	0	0	463,329,441	463,329,441
2006	0	0	492,987,262	492,987,262
2007	0	0	536,508,275	536,508,275
2008	0	0	557,302,827	557,302,827
2009	0	0	559,953,648	559,953,648
2010			527,365,707	527,365,707

## Calculation of Total State Revenue

In November, 1980, Missouri citizens approved an amendment to Article X of the Missouri Constitution limiting the amount of tax revenue the State may collect in any fiscal year. The amendment, referred to as the Hancock Amendment, established a ratio between personal income and total state revenues for fiscal year 1981 and used that ratio to set the Total State Revenue (TSR) limit for subsequent years.

The ratio is .056395. For FY 2008, this ratio is applied to the United States Department of Commerce's calculation of Missouri personal income for calendar year 2006 to establish the Fiscal Year 2008 revenue limit.

The Hancock Amendment defines total state revenues as "all general and special revenues, license and fees, excluding federal funds as defined in the budget message of the Governor for fiscal year 1980-1981." Because the limit is actually on the General Assembly's power of taxation, revenues generated by taxes approved by voters after the adoption of the amendment are excluded from the calculation of TSR. Revenues generated by any agency acting on voter approval, i.e., the Missouri Lottery, are excluded. Also, the calculation excludes refunds of any tax included in TSR.

If in any fiscal year, TSR exceeds the limit by 1% or more, the amount of the excess is to be refunded pro rata based on the taxpayer income tax liability reported on the annual Missouri income tax returns filed in the following year. If the limit is exceeded by an amount of less than 1%, the excess is transferred to the General Revenue Fund.

In any fiscal year, the revenue limit may be exceeded if: the Governor asks the General Assembly to declare an emergency and the nature of the emergency and its cost to the state are clearly specified by the Governor; and the General Assembly declares an emergency by a two-thirds majority vote. The emergency must be declared prior to the expenditure of any "excess" revenue. Refunds resulting from provisions of the amendment cannot be the subject of any request to declare an emergency.

The Hancock Amendment includes further provisions limiting tax increases of political subdivisions and limits state government's flexibility to reduce support or impose new responsibilities on to local governments. This material is beyond the scope of this text. Interested persons should refer to the Missouri Constitution, Article X, §§ 21 and 22.

The Tobacco Master Settlement Agreement Proceeds have been determined by the Office of Administration – Budget and Planning to be recovery costs for Medicaid expenses related to smoking and, therefore, exempted from Total State Revenue.

Article X, Section 18(e) states that in any one year the general assembly shall not increase taxes or fees by more than \$50 million adjusted for growth in Missouri personal income or 1% of Total State Revenue, whichever is less. For 2009 the adjusted limit is approximately \$90 million. If the General Assembly increases taxes or fees by more than the limit, the largest tax or fee increases must go to a vote of the people.

It is unlikely that the Hancock Amendment will be triggered in the foreseeable future. The state is currently over \$1 billion dollars below the refund threshold, and Article X, Section 18(e) of the Missouri Constitution mandates that the people must vote any major tax increase, and therefore it would be excluded from total state revenue.

## THE FOUNDATION FORMULA

FY 2011 represents the fifth year of state appropriations to school districts based on the new foundation formula passed in the 2005 session (SB 287). This formula was not fully funded for FY 2010 and absent a significant supplemental appropriation will not be fully funded for FY 2011. The existing statute provides no guidance for the distribution of appropriated funds when the appropriation is not sufficient to fully fund the formula calculation. The result of this is that the Department of Elementary and Secondary Education will determine how to distribute the appropriated funds to the individual school districts in the state.

The new foundation formula is a student-focused, successful-school model based on characteristics of those districts meeting all performance standards reflected in the Annual Performance Report (“performance districts”). Based on those districts, it establishes a “state adequacy target” (\$6,124 for FY 2011) to ensure that all districts with a tax levy of at least the performance levy (\$3.43) have that amount of money behind each student. The state adequacy target will be recalculated every two years using the most current list of performance districts, however by statute the state adequacy target cannot decrease.

- Formula payments are calculated on a per-student basis. The formula also provides additional funding through student weighting for districts whose percentage of free or reduced lunch, special education, or English proficiency students exceed the respective percentages in the performance districts. The new formula does not provide additional weight for summer school attendance.
- The state adequacy target includes expenditures from the following categories of state funding. Thus these items will no longer be funded separately:
  - Line 14 of current formula (“At-risk” programs)
  - Exceptional pupil aid (Special Education categorical)
  - Gifted education (Gifted categorical)
  - Remedial Reading categorical
  - Fair Share fund
  - Free Textbook fund
- The local revenue deduction utilized in the formula is calculated by taking \$3.43 times the 2004 assessed valuation in the school district, regardless of the district’s actual levy. The \$3.43 amount is called the performance levy. The district’s local effort deduction is frozen so that growth in local collections will be retained by the district without offsetting state aid payments.
- A dollar value modifier (DVM) is used to recognize increased operating costs in some districts, primarily in metropolitan regions.
- The formula is phased-in over seven years beginning in FY 2007.

- Districts are guaranteed to receive a minimum state funding amount per student - the amount received per student in FY 2006. This amount will be adjusted upward for districts with a DVM greater than 1.0.
- A “Small Schools Fund” is established to distribute an additional \$15 million annually among districts with 350 students (average daily attendance) or less. Ten million of this is to be distributed strictly on a per-ADA, with the other five million being distributed on a weighted basis to those small districts with levies greater than the \$3.43 performance levy.
- Revenues from gaming will be accounted for separately through the Classroom Trust Fund, also established by the act. Districts are given nearly unlimited flexibility in using these funds.